

# UBAM

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

R.C.S. Luxembourg N° B 35 412

## INFORMATION AND NOTICE TO THE SHAREHOLDERS OF

### UBAM - EUROPE MARKET NEUTRAL UBAM - MULTIFUNDS ALTERNATIVE

Dear Shareholders,

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

The sub-fund UBAM - EUROPE MARKET NEUTRAL (the "Absorbed Sub-fund") will merge with the sub-fund UBAM - MULTIFUNDS ALTERNATIVE (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 are low, and the Absorbed Sub-Fund and the Absorbing Sub-Fund share a similar investment approach, despite using different underlying assets and different investment policies as detailed below. They both employ an alternative investment strategy with a very low sensitivity to equities. In that sense, they both play a similar role in an investor's portfolio as they act as a diversifier to equities and bonds. Both Sub-Funds seek to generate alpha through to the investment skills of multiple portfolio managers. In terms of target return and risk, both target mid-single digit returns with mid-single digit volatility. We thus believe that the synergies between the two funds are strong.

The merger will become effective on 22 September 2023 (the "Effective Date").

The investment policies and objectives of the Absorbing and the Absorbed Sub-funds differ as follows.

<b>UBAM - EUROPE MARKET NEUTRAL</b>	<b>UBAM - MULTIFUNDS ALTERNATIVE</b>
<p>This Sub-Fund actively managed has two sub-strategies: one is picking stocks on the European stock market and the second one is hedging the equity exposure linked to the first strategy. The second strategy is calibrated to neutralize completely (if no active bet is implemented, i.e. neutral stance) the ex-ante equity exposure of the first strategy, which translates into an equity market neutral exposure at the Sub-Fund level.</p> <p>This Sub-Fund invests its net assets:</p> <ul style="list-style-type: none"><li>- Primarily in equities issued by companies having their registered office in the European Union, the United Kingdom, Switzerland and/or in the European Economic Area and, on an ancillary basis, up to 25%, in warrants on transferable securities, convertible bonds or bonds with warrants on transferable securities, bonds and other debt securities and money market instruments. The stock selection is determined by quantitatively selecting, among a selection of European equity portfolios, the best contributors in terms of both performance and tracking error</li><li>- In a discretionary proprietary overlay</li></ul>	<p>The objective of this Sub-Fund actively managed is to achieve a focused portfolio of alternative investments pursuing varying strategies comprising, amongst others, Equity long short, Equity market neutral, Fixed income arbitrage, global macro, CTA (trend followers). The Sub-Fund will provide a diversified source of return and undertake a careful manager selection in order to decrease the risk described in normal market conditions.</p> <p>As a fund of funds structure, this Sub-Fund will invest its net assets mainly in:</p> <ul style="list-style-type: none"><li>- regulated UCITS and;</li><li>- 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;</li><li>- eligible closed ended UCIs which are listed or dealt on a regulated market.</li></ul> <p>which have as investment objective to invest essentially in alternative strategies.</p> <p>This Sub-Fund will not invest in funds which invest mainly in Contingent Convertible bonds ("CoCos") but could invest in Cocos, through funds which</p>

UBAM - EUROPE MARKET NEUTRAL	UBAM - MULTIFUNDS ALTERNATIVE
<p>strategy intended to provide to investors a better risk adjusted return with lower volatility and reduced drawdown. This strategy will be implemented using derivative instruments comprising, among others, options and futures essentially on European equities indices, or related volatility equities indices. This hedging strategy aims to cover the market risk of the European equity market exposure by dynamically adjusting the short exposure.</p> <p>The investments underlying this Sub-Fund do not take into account the EU criteria for environmentally sustainable economic activities (Article 7 of EU Taxonomy Regulation).</p> <p>The net asset value is expressed in EUR.</p> <p><i>Standard investor profile: 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 experience in volatile products and should be able to accept significant losses. Investors should consider a long-term investment horizon of at least 5 years in order to overcome potentially unfavourable market trends.</i></p> <ul style="list-style-type: none"> <li>- Risk calculation: absolute VaR approach</li> <li>- Leverage calculation methodology: sum of the notionals</li> <li>- Expected leverage: 300%. Please note that depending on market conditions the leverage level could be higher.</li> </ul>	<p>invest on an ancillary basis in CoCos.”</p> <p>On an ancillary basis the Sub-Fund may also invest in liquid assets up to 20%. The Sub-Fund may invest in derivative instruments for hedging purposes, investment purposes and efficient portfolio management purposes.</p> <p>Investors should be aware that underlying funds investing in alternative investments funds can from time to time be highly volatile, especially in market circumstances where the liquidity is particularly poor. Underlying funds may have a high degree of flexibility with regard to the strategies, investment instruments, and techniques they use.</p> <p>The investments underlying this Sub-Fund do not take into account the EU criteria for environmentally sustainable economic activities (Article 7 of EU Taxonomy Regulation).</p> <p>The net asset value is expressed in USD.</p> <p><i>Standard investor profile: this Sub-Fund is suitable for investors willing to take higher risks linked to alternatives investments in order to maximize their returns. In this way, investors should have experience in volatile and complex products and should be able to accept significant losses. Investors should consider a long-term investment horizon of at least 5 years in order to overcome potentially unfavourable market trends.</i></p> <ul style="list-style-type: none"> <li>- Risk calculation: commitment approach</li> </ul>

**SFDR (Sustainable Finance Disclosure Regulation)**

UBAM - EUROPE MARKET NEUTRAL	UBAM - MULTIFUNDS ALTERNATIVE
Article 6	Article 6

More information on Sustainable Finance Disclosure Regulation is available in UBAM’s prospectus on pages 21 and 22.

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 closest characteristics possible (currency, capitalisation, distribution) as the shares held in the Absorbed Sub-fund, as shown in the below table:

Absorbed Sub-fund				Absorbing Sub-fund			
UBAM - EUROPE MARKET NEUTRAL				UBAM - MULTIFUNDS ALTERNATIVE			
ISIN	Class	Applicable Management fee	Ongoing charges	ISIN	Class	Applicable Management fee	Ongoing charges (c)
LU2001956478	AC EUR	1.00%	1.55%	LU1044379581	AHC EUR (b)	1.60%	3.02%
LU2001956551	AD EUR	1.00%	1.55%	LU1044379664	AHD EUR (b)	1.60%	3.02%
LU2019297253	AHC CHF	1.00%	1.55%	LU1044379748	AHC CHF (b)	1.60%	3.02%
LU2001956809	AC USD	1.00%	1.55%	LU1044379318	AC USD	1.60%	3.02%
LU2019297410	AHC USD	1.00%	1.55%	LU1044379318	AC USD	1.60%	3.02%
LU2001958094	IC USD	0.65%	0.96%	LU1044380597	IC USD	0.80%	2.31%
LU2001957443	IC EUR	0.65%	0.96%	LU1044380753	IHC EUR (b)	0.80%	2.31%
LU2001957526	ID EUR	0.65%	0.96%	LU1044380837	IHD EUR (b)	0.80%	2.31% (a)
LU2001957872	IC CHF	0.65%	0.96%	LU1044380910	IHC CHF (b)	0.80%	2.31% (a)
LU2019298814	IHD GBP	0.65%	0.96%	LU1044381488	IHD GBP	0.80%	2.31%(a)
LU2001958763	UC EUR	0.65%	1.20%	LU1044381728	UHC EUR (b)	0.80%	2.55%
LU2001958847	UD EUR	0.65%	1.20%	LU1044381991	UHD EUR (b)	0.80%	2.55% (a)
LU2001959142	RC EUR	2.00%	2.55%	LU1044382379	RC USD	2.20%	3.39% (a)
LU2001959225	RD EUR	2.00%	2.55%	LU1044382452	RD USD	2.20%	3.39% (a)
LU2001959498	ZC EUR	0.00%	0.31%	LU1044382536	ZC USD	0.00%	1.83% (a)

(a) This share class being presently inactive, this number is an estimate

(b) For those shares, shareholders from the Absorbed Sub-Fund will receive share of the Absorbing Fund that are hedged shares and will be covered in a range between 95% and 105% by hedging transactions. For more information, shareholders of the Absorbed Sub-Fund shall refer to the Prospectus of the UBAM.

(c) Please note that, according to regulation, ongoing charges on the Absorbing Sub-Fund include fees on the underlying funds.

The other fees charged to the Absorbing Sub-fund are identical to those applied to the Absorbed Sub-fund.

All the Absorbed Sub-fund's assets will be sold by the Effective Date.

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. Also, no significant or material rebalancing of the Absorbing Funds' portfolios is expected before or after the Merger.

Absorbed Sub-fund	Absorbing Sub-fund
UBAM - EUROPE MARKET NEUTRAL (All share classes)	UBAM - MULTIFUNDS ALTERNATIVE (All share classes)
SRRI = 3	SRRI = 2

The Absorbing Sub-fund has a SRRI (2) lower than the one of the Absorbed Sub-Fund (3). This difference is due to a different level of volatility between the two Sub-Funds based on their respective historical performances.

Due to the fact of the investment in funds for the Absorbing Sub-Fund, the characteristics of the Absorbed Sub-Fund and those of the Absorbing Sub-Funds are not similar and are as follow:

	UBAM - Europe Market Neutral	UBAM - Multifunds Alternative
Calculation of the Net asset Value	Each full bank business day in Luxembourg	Each Friday which is a full bank business day in Luxembourg
Subscription cut-off	1:00 pm, 1 full bank business day in Luxembourg before the valuation day	1:00 pm, 5 full bank business days in Luxembourg before the valuation day
Subscription payment	2 Business Days after the valuation day	3 Business Days after the valuation day
Redemption cut-off	1:00 pm, 1 full bank business day in Luxembourg before the valuation day	1:00 pm, 5 full bank business days in Luxembourg before the valuation day
Redemption payment	2 Business Day after the valuation day	5 Business Days after the valuation day

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.

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 15 September 2023.

Shareholders of the Absorbed Sub-Fund who have not requested the redemption of their shares by 1pm on 15 September 2023 will be allocated corresponding shares of the Absorbing Sub-Fund according to the above table and will be considered, starting from the same date, 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 22 September 2023 by dividing the net asset value (NAV) per share of the Absorbed Sub-fund dated 20 September 2023 by the NAV of the corresponding share class of the Absorbing Sub-fund dated 20 September 2023. The calculation of the exchange ratio will be checked by Deloitte Audit Sàrl, the auditors of UBAM.

The prospectus, the Key Information Documents Packaged Retail Investment and Insurance Products Key Investor Documents (KID PRIIPS)\* as well as the last periodic reports of UBAM will be available free of charge for all investors at the registered office of UBAM, 287-289, route d'Arlon, L-1150 Luxembourg, Grand-Duchy of Luxembourg as well as on the website of UBP ([www.ubp.com](http://www.ubp.com)). A copy of the auditor's report on the merger as well as all additional information will be available at the registered office of UBAM.

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 Fund or the representative in Switzerland as well as on the website of UBP ([www.ubp.com](http://www.ubp.com)).

Geneva, July 25, 2023

The Representative and Paying Agent of the Fund in Switzerland:  
Union Bancaire Privée, UBP SA, rue du Rhône 96-98, case postale 1320, CH-1211 Genève 1.