

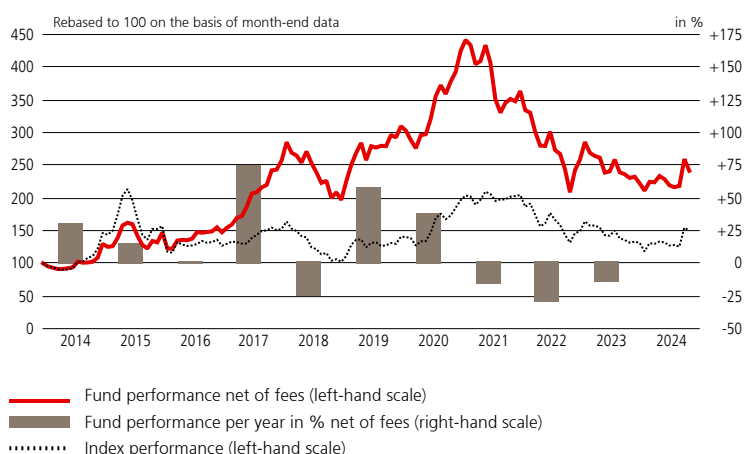
# UBS China A Opportunity Equity Fund USD

## Performance **Review**

UBS (Lux) Investment SICAV - China A Opportunity (USD) P-acc



### Performance (basis USD, net of fees)<sup>1</sup>



**Past performance is not a reliable indicator of future results.**

### Performance in % (net of fees)<sup>1</sup>

in %	2020	2021	2022	2023	2024	Oct. 2024	5 years Ø	p.a. 5 years
Fund (USD)	37.11	-14.42	-28.90	-13.89	8.53	-6.92	-18.51	-4.01
Benchmark <sup>3</sup>	39.70	4.03	-27.23	-11.65	14.26	-2.77	14.55	2.75

The performance shown does not take account of any commissions, entry or exit charges.

<sup>1</sup> These figures refer to the past. **If the currency of a financial product, financial service or its costs is different from your reference currency, the return and/or costs can increase or decrease as a result of currency fluctuations.** Source for all data and chart (if not indicated otherwise): UBS Asset Management.

<sup>2</sup> YTD: year-to-date (since beginning of the year)

<sup>3</sup> Benchmark in currency of share class (without costs)

**Domestic Chinese equities consolidated in a range-bound market following a strong rebound earlier in the month, with macro events remaining the dominant market drivers.**

### Monthly performance

In October the fund performed negatively with 6.9%. The market was in wait-and-see mode ahead of the Chinese NPC Standing Committee meeting, the US presidential election and the next Federal Reserve meeting, all of which were scheduled in early November.

### YTD performance

YTD as of the end of October, the fund has delivered a positive performance of 8.5%. Performance was heavily skewed by the sudden policy pivot in September.

### Performance contributors

Information technology was the most positive contributor in October, with LONGi Green Energy seeing a rebound on market chatter that the government is considering an energy consumption quota for the upstream polysilicon sector to curtail excess capacity utilisation, which may imply the earlier arrival of an inflection point for the sector.

### Performance detractors

Meanwhile, consumer staples posted negative returns. While NetEase pulled back, we still believe that the company's rich gaming portfolio should continue to grow in the long term given its best-in-class development capabilities.

### For more information

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Contact your client advisor

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## Sector exposure (%)

Sectors	Portfolio
Health Care	24.27
Financial Services	20.14
Consumer Staples	15.32
Information Technology	14.50
Cash	12.02
Utility	11.03
Industrials	1.70
Communication Services	0.63
Consumer Discretionary	0.39
Real estate	0.00
Materials	0.00
Energy	0.00

## 10 largest equity positions (%)<sup>1</sup>

	Fund
China Merchants Bank Co Ltd	9.5
Kweichow Moutai Co Ltd	9.2
Yunnan Baiyao Group Co Ltd	8.6
Fuyao Glass Industry Group Co Ltd	6.3
Midea Group Co Ltd	5.3
Inner Mongolia Yili Industrial Group Co Ltd	4.9
Tencent Holdings Ltd	4.3
Dong-E-E-Jiao Co Ltd	3.8
NetEase Inc	3.7
Jiangsu Hengrui Pharmaceuticals Co Ltd	3.4

<sup>1</sup> This is not a recommendation to buy or sell any security

## Current investment strategy

Policy makers in Beijing rolled out a strong and broad set of support measures in September following the 50bp rate cut in the US. This comprehensive response beat market expectations, and the policy pivot has prompted international investors to reconsider investing in China. We saw a healthy correction ahead of a few important macro events. We believe that government is providing a backstop for the economy to set the tone for the market, in a bid to avoid another stock market bubble such as that seen in 2015.

## Risks

UBS Opportunity Equity Funds invest in equities and may therefore be subject to high fluctuations in value. As these UBS Funds pursue an active management style, each Fund's performance can deviate substantially from that of its reference index. All investments are subject to market fluctuations. This Fund has specific risks related to Chinese investments, which can significantly increase given the specific market and market regulation. This Fund may not be appropriate for investors who plan to withdraw their money before the recommended holding period disclosed in the PRIIPs KID, if available for this share class.

Please note that additional fees (e.g. entry or exit fees) may be charged. Please refer to your financial adviser for more details. Investors should read the Key Information Document, Prospectus and any applicable local offering document prior to investing and to get complete information of the risks. Investors are acquiring units or shares in a fund, and not in a given underlying asset such as building or shares of a company. For a definition of financial terms refer to the glossary available at [www.ubs.com/am-glossary](http://www.ubs.com/am-glossary).

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