

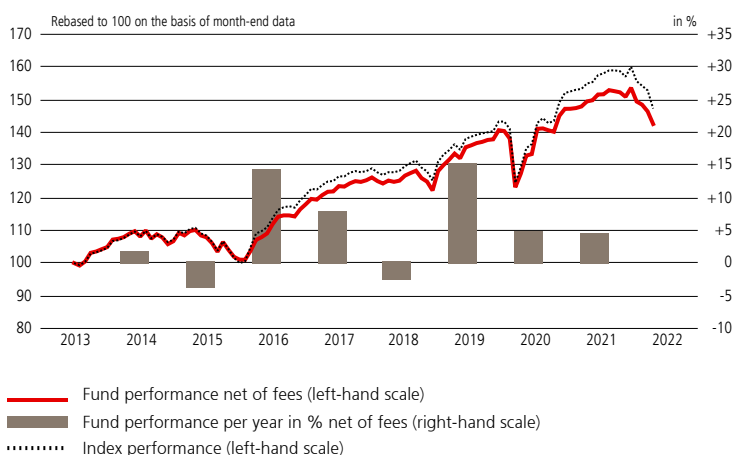
UBS Bond USD High Yield

Performance **Review**

UBS (Lux) Bond SICAV - USD High Yield (USD) F-acc



Performance (basis USD, net of fees)¹



Past performance is not a reliable indicator of future results.

Performance in % (net of fees)¹

in %	2018	2019	2020	2021	2022 YTD ²	Apr. 2022	5 years	Ø p.a. 5 years
Fund (USD)	-2.49	15.08	4.65	4.38	-7.21	-2.63	18.02	3.37
Ref. Index ³	-2.26	14.40	6.10	5.27	-7.98	-3.64	18.92	3.53

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

¹ 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.
² YTD: year-to-date (since beginning of the year)

³ Reference Index in currency of share class (without costs)

40-year highs in inflation and further hawkish shifts in Fed expectations contributed to sharp rises in US Treasury yields, which were the primary driver of US bond market performance. US high yield spreads widened over the latter part of the month, but high yield outperformed more duration-sensitive sectors.

Monthly performance

In April the fund performed negatively with 2.6%. The rise in US Treasury yields was the primary driver, while spread widening across the high yield market also detracted from returns.

YTD performance

YTD as of the end of April, the fund has delivered a negative performance of 7.2%. A continued hawkish shift on the part of developed market central banks has pushed interest rates sharply higher while credit spreads have widened since year-end. Both factors have contributed to negative returns thus far this year.

Performance contributors

Most segments of the high yield market delivered negative returns during the period, primarily driven by the rise in interest rates and the move wider in spreads. In terms of relative performance, B-rated credit outperformed BB and CCC. The short end outperformed the longer end of the curve. By industry, tobacco and transportation outperformed.

Performance detractors

The main detractors from performance was the rise in US Treasury yields and the broader move wider in spreads. By industry, the bottom performers were media and telecoms, while long-end credit significantly underperformed.

For more information

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Credit quality (%)

	Fund	Deviation from index
BBB-&higher	2.99	+2.6
BB+	9.37	-8.8
BB	12.89	-0.0
BB-	21.56	+1.0
B+	20.08	+5.4
B	17.25	+4.2
B-	9.01	-0.1
CCC&lower	8.99	-1.8
NR	0.06	+0.1
Cash&Equivalents	-2.20	-2.5

Categories of borrowers (%)

Sectors	Portfolio	Deviation from index
Industrials	85.23	-3.9
Financial Services	8.28	+0.7
Utility	2.60	-0.3
Cash & Equivalents	-2.20	-2.5
Others	6.09	+6.1

5 largest positions (%)

	Fund
Occidental Petroleum	2.2
Tenet Healthcare	1.8
Charter Communications	1.7
Community Health Systems	1.5
Ford	1.4

Current investment strategy

We remain underweight in the US high yield market and underweight duration. We continue to prefer B-rated exposure to BB and CCC on a relative basis. By industry, we increased our underweight to automotive, reduced our underweight to consumer goods and slightly reduced our overweight to basic industries.

Risks

Depending on the credit quality, the default risk is higher in the case of high yield bonds than with investment grade corporate and government bonds. Changes in interest rates have an effect on the value of the portfolio. This requires corresponding risk tolerance and capacity. All investments are subject to market fluctuations. Every fund has specific risks, which can significantly increase under unusual market conditions. The fund can use derivatives, which may result in additional risks (particularly counterparty risk).

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 Investor Information Document (KIID), 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.

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