

# UBS Greater China Equity Fund USD

## Performance Review

UBS (Lux) Equity Fund - Greater China (USD) (EUR hedged) P-acc



**Greater China equities showed resilience by finishing the year with positive returns after a volatile 2024.**

### Monthly performance

In December the fund performed positively with 2.0%. The China market traded within a narrow range, while the Taiwanese market outperformed.

### YTD performance

YTD as of the end of December, the fund has delivered a positive performance of 7.1%. In 2024, market performance was heavily skewed by the sudden policy pivot in September, which set high expectations for further stimulus. In addition, investors closely monitored geopolitical events and prospective tariff trajectories under the incoming US administration.

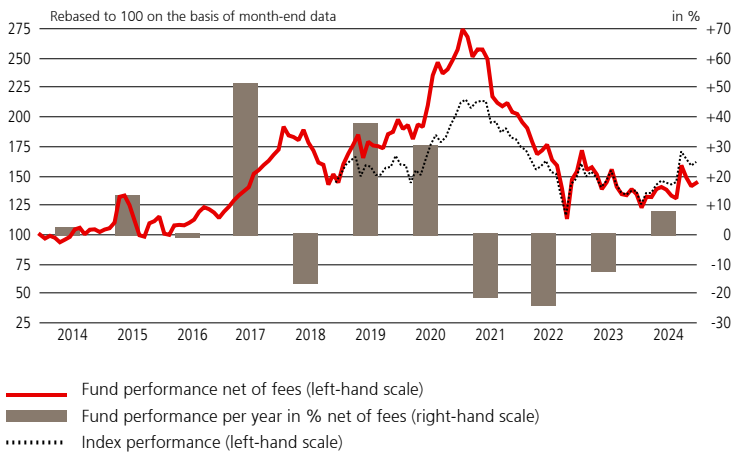
### Performance contributors

Positions in IT, communication services and financials gained the most over the year. TSMC contributed the most as the key enabler for artificial intelligence (AI) adoption, both in data centres and in AI edge devices, with a nearly 100% market share in AI accelerators. The company is well positioned for the start of another multi-year semiconductor upturn, with rising AI adoption as the key catalyst for growth, especially at the leading edge of technology developments.

### Performance detractors

Meanwhile, healthcare positions detracted from performance. In particular, CSPC Pharmaceutical faced pressure from volume-based procurement (VBP). The company also expects certain delays for in-hospital sales of its new products due to the regulatory environment in China and the anti-corruption campaign. It therefore revised down its FY24 sales target for innovative products.

### Performance (basis EUR, 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  | Dec. 2024 | 5 years Ø | p.a. 5 years |
|------------------------|-------|--------|--------|--------|-------|-----------|-----------|--------------|
| Fund (EUR)             | 30.02 | -21.27 | -24.12 | -12.59 | 7.15  | 1.95      | -27.25    | -6.16        |
| Benchmark <sup>3</sup> | 20.77 | -10.25 | -18.63 | -6.70  | 17.70 | 1.99      | -3.15     | -0.64        |

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

### For more information

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## Market exposure (%)

|           | Fund |
|-----------|------|
| China     | 86.2 |
| Taiwan    | 9.7  |
| Hong Kong | 2.2  |
| Cash      | 1.8  |

## Sector exposure (%)

|                        | Fund |
|------------------------|------|
| Communication Services | 22.0 |
| Consumer Staples       | 17.0 |
| Consumer Discretionary | 16.6 |
| Financial Services     | 15.5 |
| Information Technology | 11.3 |
| Real estate            | 5.9  |
| Health Care            | 5.7  |
| Industrials            | 4.2  |
| Cash                   | 1.8  |
| Materials              | 0.0  |
| Energy                 | 0.0  |
| Utility                | 0.0  |

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

|   | Fund |
|---|------|
| Tencent Holdings Ltd                      | 9.8  |
| Taiwan Semiconductor Manufacturing Co Ltd | 9.7  |
| Kweichow Moutai Co Ltd                    | 9.5  |
| NetEase Inc                               | 9.4  |
| China Merchants Bank Co Ltd               | 5.0  |
| Anhui Gujing Distillery Co Ltd            | 4.7  |
| Alibaba Group Holding Ltd                 | 4.5  |
| Far East Horizon Ltd                      | 4.2  |
| Ping An Insurance Group Co of China Ltd   | 3.6  |
| Meituan                                   | 3.4  |

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

## Current investment strategy

As we look ahead to 2025, geopolitical tensions remain a significant source of uncertainty. President-elect Donald Trump has stoked unpredictability further regarding US policy towards China. Domestically, a clear pro-growth policy pivot should help to improve the growth outlook alongside gradual price momentum.

## Risks

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