

# UBS Strategy Fund Balanced Sustainable EUR

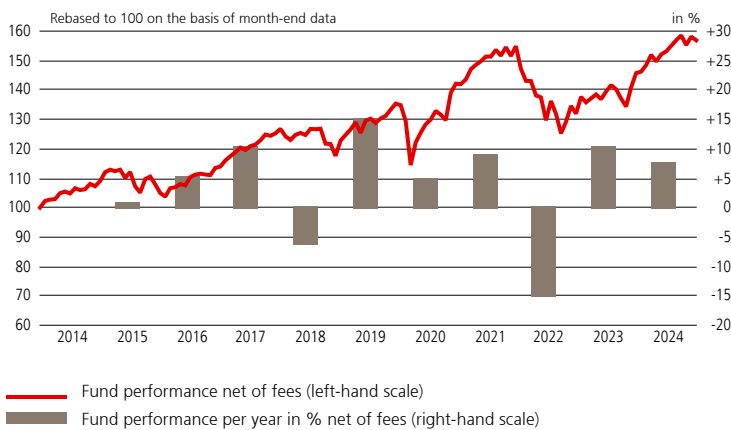
## Performance **Review**

UBS (Lux) Strategy Fund - Balanced Sustainable (EUR) (USD hedged) P-mdist



**Despite ongoing conflicts in different regions of the world, the global rate-cutting cycle, the strength of the US economy and the continuing AI boom helped risky assets to a stellar performance in 2024.**

### 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	Dec. 2024	5 years Ø p.a. 5 years
Fund (USD)	5.00	8.96	-14.79	10.44	7.65	-0.78	15.90

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)

### Monthly performance

In December the fund performed negatively with 0.8%. There was no Santa Claus Rally this year, with the Fed cutting its policy rate by another 25bp but signalling fewer cuts ahead. Both global and US equities, as well as most of the fixed income space, declined over the month.

### YTD performance

YTD as of the end of December, the fund has delivered a positive performance of 7.7%. In 2024, global stocks returned 20.7% (in USD), led by the US stock market, with the S&P 500 returning above 20% for a second consecutive year. US government bonds were volatile over the year amid changing expectations regarding interest rate cuts. The biggest fixed income returns were in US and euro high-yield credit. Both fixed income and equities contributed positively to the fund's performance.

### Performance contributors

Equities made the biggest contributions over the year, thanks specifically to ESG improvers, ESG engagement, EUR ESG leaders and ESG leaders. In fixed income, the main contributors were corporate, multilateral development bank, global high-yield and sustainable bonds.

### Performance detractors

The main detractors on the year were sustainable finance bonds.

### For more information

**UBS Fund Infoline: 0800 899 899**

Internet: [www.ubs.com/funds](http://www.ubs.com/funds)

Contact your client advisor

### Portfolio management representatives

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## Current allocation by sub-asset class in %

	Current allocation
<b>Liquidity</b>	<b>3</b>
Multilateral development bank bonds (1-5)	4.0
Multilateral development bank bonds (5-10)	6.0
Green, social and sustainable bonds	9.0
US corporate ESG leaders bonds	6.0
EUR corporate ESG leaders bonds	7.0
ESG engagement high yield bonds	5.0
Emerging market sustainable finance	3.0
Other bonds	0.0
<b>Bonds</b>	<b>40</b>
ESG thematic equities	7.4
ESG leaders equities	8.4
ESG improvers equities	11.1
ESG engagement equities	11.1
CH ESG leaders / improvers equities	0.0
EMU ESG leaders / improvers equities	0.0
EMU ESG leaders	17.0
US ESG leaders equities	2.0
UK ESG leaders equities	0.0
JP ESG leaders equities	0.0
EM ESG leaders equities	0.0
Other equities	0.0
<b>Equities</b>	<b>57</b>
<b>Total</b>	<b>100</b>

For illustrative purposes only. Current allocation may be changed at any time without prior notice. The allocation is based on the model portfolio of the strategy. Due to implementation exceptions, actual exposures may deviate. Foreign currency risks are largely hedged against the reference currency.

## 10 largest equity positions (%)

	Fund
Broadcom Inc	1.16
Microsoft Corp	1.06
Danone SA	0.92
Iberdrola SA	0.88
ServiceNow Inc	0.64
ASML Holding NV	0.64
Infineon Technologies AG	0.55
Allianz SE	0.54
AstraZeneca PLC	0.54
LVMH Moët Hennessy Louis Vuitton SE	0.51

## Current investment strategy

We kept our position in 5-year US Treasuries versus cash and 30-year US Treasuries. Meanwhile, we closed our long SPX put spread. We maintained our overweight in US equities at the expense of cash, as well as our overweight in IT equities versus global equities. Currency-wise, we remain overweight in the USD against an underweight in the CNY.

## Risks

The fund invests in equities, bonds of varying credit quality and money market securities on a global basis, and may therefore be subject to high fluctuations in value. The fund may use derivatives which can reduce investment risk or give rise to additional risks (inter alia the counterparty risk). The value of a unit may fall below the purchase price. This requires an elevated risk tolerance and capacity. Every fund reveals specific risks, a description of these risks can be found in the prospectus. 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.

This share class (mdist) may make monthly, gross-of-fee distributions. As a consequence, in addition to income, this share class may also distribute capital. This can have negative tax consequences for investors in some jurisdictions. Investors should seek their own tax advice.

## 5 largest bond issuers (%)

	Fund
International Bank for Reconstruction & Development	5.36
Asian Development Bank	1.73
Inter-American Development Bank	1.26
Intl Bk Recon & Develop	0.54
African Development Bank	0.46

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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