

# UBS Strategy Fund Balanced Sustainable USD

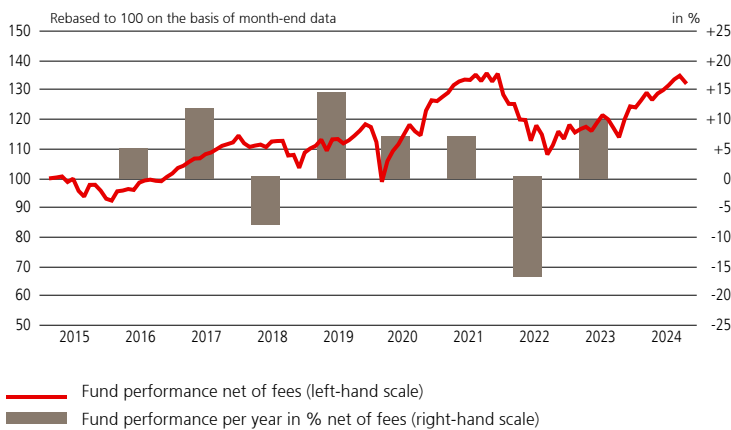
## Performance **Review**

UBS (Lux) Strategy Fund - Balanced Sustainable (USD) (CAD hedged) P-4%-mdist



**Global markets continued navigating through uncertainty on growth, potential political shifts emerging from elections and geopolitical tensions. This detracted from returns in the global equity and fixed income markets alike.**

### Performance (basis CAD, 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 (CAD)	6.89	7.14	-16.33	9.74	6.60	-1.64	15.93

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 October the fund performed negatively with 1.6%. Both global equities and fixed income performed negatively as the Fed's rate-cutting cycle was repriced. This led to higher yields amid ongoing US economic strength and uncertainty surrounding the US election, which also had a negative impact on equities. Earnings started strongly thanks to positive results from US financials, but the market displayed mixed reactions to reporting in the tech sector.

### YTD performance

YTD as of the end of October, the fund has delivered a positive performance of 6.6%. Equities and fixed income have both contributed positively, with equities leading the way thanks to exposure to ESG improvers and ESG engagement. Within fixed income, corporate and global high-yield bonds have made the biggest contributions.

### Performance contributors

Equities and fixed income alike detracted. Fixed income made the least negative contribution thanks to its exposure to global high-yield bonds and emerging market government bonds. In equities, the exposures to the IT sector and the US market made the least negative contributions.

### Performance detractors

The main detractors in fixed income were sustainable and corporate bonds. In equities, ESG engagement and ESG thematic were the biggest detractors.

### 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	16.0
EUR corporate ESG leaders bonds	0.0
ESG engagement high yield bonds	5.0
Emerging market sustainable finance	3.0
Other bonds	0.0
<b>Bonds</b>	<b>43</b>
ESG thematic equities	10.2
ESG leaders equities	11.2
ESG improvers equities	15.3
ESG engagement equities	15.3
CH ESG leaders / improvers equities	0.0
EMU ESG leaders / improvers equities	0.0
EMU ESG leaders	0.0
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>54</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
Microsoft Corp	1.39
Broadcom Inc	1.24
ServiceNow Inc	0.87
Danone SA	0.80
AstraZeneca PLC	0.80
NVIDIA CORP COMMON STOCK USD.001	0.76
Alcon AG	0.74
Micron Technology Inc	0.71
Autodesk Inc	0.67
Regal Rexnord Corp	0.61

## Current investment strategy

We closed our overweight in Australian versus Italian government bonds and also our overweight position in emerging market finance bonds versus high grade. We opened a long position in US equities versus cash, while we kept our overweight in IT equities versus global equities. Currency-wise, we remain overweight in the EUR, CHF, GBP and AUD versus the USD and 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.

The monthly 4%-mdist distributing share classes may distribute capital as well as income. It is possible that the distributions result in an erosion of assets and a reduction of invested capital. There are potential negative tax consequences for some investors in some jurisdictions. Investors in some jurisdictions may incur a higher rate of tax on distributed capital than on any capital gains which are realised on disposal of fund shares. Some investors may therefore choose to invest in the accumulating (-acc) instead of the distributing (-dist) share classes. Investors may be taxed at a later point in time on income and capital arising on accumulating (-acc) share classes compared to distributing (-dist) share classes. Investors should seek their own tax advice.

## 5 largest bond issuers (%)

	Fund
International Bank for Reconstruction & Development	3.22
Asian Development Bank	1.70
Inter-American Development Bank	1.22
Bank of America Corp	0.65
JPMorgan Chase & Co	0.53

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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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