

# UBS Strategy Fund Yield Sustainable USD

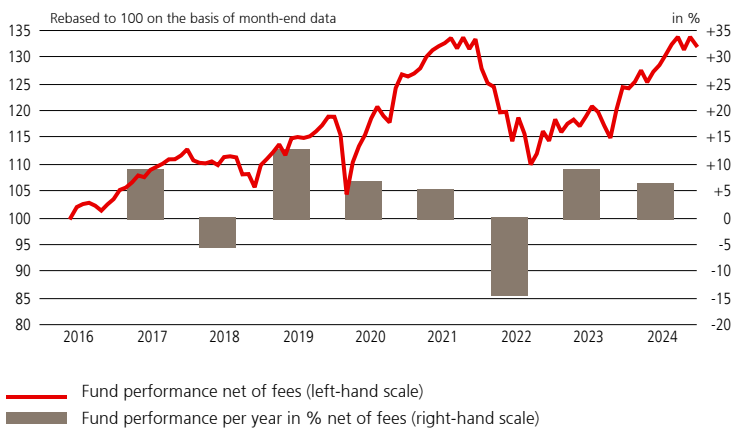
## Performance **Review**

UBS (Lux) Strategy Fund - Yield Sustainable (USD) P-4%-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)	6.65	5.20	-14.26	8.76	6.29	-1.18	11.21

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 1.2%. 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 6.3%. 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, ESG leaders and ESG thematic. In fixed income, corporate, global high-yield and multilateral development bank bonds were the biggest contributors.

### Performance detractors

Sustainable finance and sustainable bonds were the main detractors of the year.

### For more information

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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)	7.2
Multilateral development bank bonds (5-10)	10.8
Green, social and sustainable bonds	13.0
US corporate ESG leaders bonds	18.0
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>57</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	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>40</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
ServiceNow Inc	0.64
Danone SA	0.55
AstraZeneca PLC	0.53
Autodesk Inc	0.51
Alcon AG	0.50
NVIDIA CORP COMMON STOCK USD.001	0.47
Alphabet Inc	0.47
Micron Technology Inc	0.44

## 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 bonds of varying credit quality, money market securities and equities on a global basis, and may therefore be subject to 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	9.33
Asian Development Bank	3.07
Inter-American Development Bank	2.25
Intl Bk Recon & Develop	0.96
African Development Bank	0.81

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