

UBS Systematic Allocation Portfolio Defensive Fund (USD)

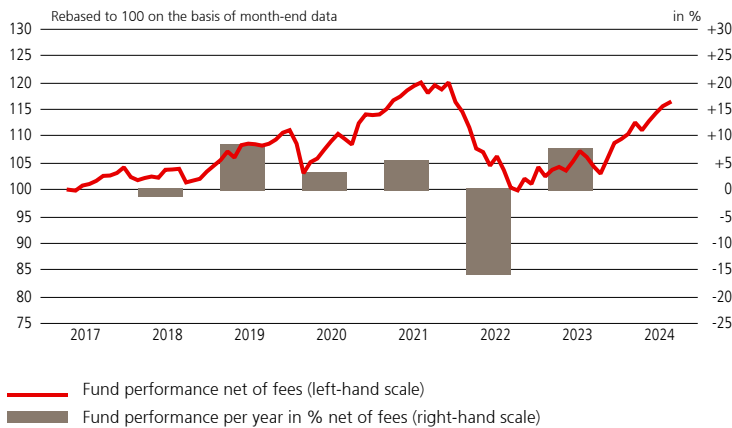
Performance Review

UBS (Lux) Strategy SICAV - Systematic Allocation Portfolio Defensive (USD) P-4%-mdist



Global stocks recovered from a sharp sell-off at the start of August to end the month at a record high, while fixed income benefited from widespread expectations of imminent rate cuts. However, investors still face several uncertainties, including the upcoming US elections and unpredictability in the Middle East.

Performance (basis USD, net of fees)¹



Past performance is not a reliable indicator of future results.

Performance in % (net of fees)¹

in %	2020	2021	2022	2023	2024 YTD ²	Aug. 2024	5 years $\bar{\sigma}$ p.a. 5 years
Fund (USD)	3.10	5.23	-15.80	7.56	6.97	0.60	7.20

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)

Monthly performance

In August the fund performed positively with 0.6%. After a severe setback early in the month, global stocks recovered and even approached their all-time highs. Bonds also gained ground, especially those issued by the US.

YTD performance

YTD as of the end of August, the fund has delivered a positive performance of 7.0%. In 2024, both equities and fixed income have performed positively, together with alternative strategies. Within equities, the US is in the lead, followed by the EMU and Japan. In fixed income, high-grade bonds and corporates have been the main drivers of the positive performance.

Performance contributors

Both global equity and fixed income performed positively overall last month. Within equities, the US led the way, followed by EMU stocks. In the fixed income space, the main drivers were high-grade bonds and USD corporates. Risk parity produced a flattish performance, while hedge funds contributed positively.

Performance detractors

There were no significant detractors in August.

For more information

UBS Fund Infoline: 0800 899 899

Internet: www.ubs.com/funds

Contact your client advisor

Portfolio management representatives

Sebastian Richner

Roland Kramer

Daniel Hammar

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Asset Allocation (%)¹

	Fund
Liquidity	2.00
Cash USD	2.00
Bonds	59.00
High grade bonds	30.00
Corporate bonds	15.00
High yield bonds	6.00
Emerging markets bonds	8.00
Equities	20.00
Global equities (incl. emerging markets)	20.00
Alternatives	19.00
Hedge funds	12.00
Risk Parity	4.00
Commodity	3.00
Total	100.00

¹ All the figures in above table are target weights. The Portfolio Manager rebalances the portfolio back to the target weights each month end. The effective weights therefore are very close to the target weights.

Equity Allocation Signal

	Fund
High equity allocation	-
Medium equity allocation	Y
Low equity allocation	-

Current investment strategy

During August, the fund moved from a high to a medium equity allocation amid a balanced risk/reward profile for equities. The strategy also maintains a neutral active duration stance with a high-grade duration target of four years.

Risks

The fund invests in fixed income and equity instruments on a global basis, as well as in alternative investments such as hedge funds. The fund purses a very active management style and may be subject to high fluctuations in value. The quantitative model is expected to be less effective during periods without notable upswings or downturns. The fund may use derivatives which can reduce investment risk or give rise to additional risks (inter alia the counterparty risk). The fund can invest in less liquid assets that may be difficult to sell in the case of distressed markets. The value of a unit may fall below the purchase price. Investors should therefore have an appropriate 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.

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.

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