

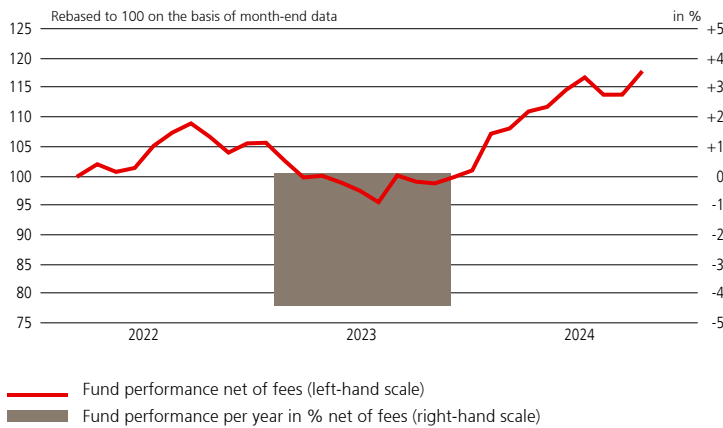
# UBS (Irl) O'Connor China Long/Short Alpha Strategies UCITS Fund USD Performance Review

UBS (Irl) Investor Selection PLC - O'Connor China Long/Short Alpha Strategies UCITS (EUR hedged) P-PF-acc



**The Chinese equity markets underwent a sharp V-shaped rally following the stimulus measures announced by the regulator. The more coordinated approach between these regulatory bodies seems to indicate a stronger commitment to support growth, spurring a much-needed confidence boost for investors.**

## 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 YTD <sup>2</sup>	LTD <sup>3</sup>	2 years	Ø p.a. 2 years
Fund (EUR)	n.a.	n.a.	n.a.	-4.36	16.46	13.58	7.91	3.88

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> LTD: launch-to-date

## Monthly performance

In September the fund performed positively with 3.3%. The quick rebalancing of our fund in the last week of the month, during which we increased our net and gross exposures, paid off as we captured the rally, particularly in the consumer, property, industrials and financial sectors.

## YTD performance

YTD as of the end of September, the fund has delivered a positive performance of 16.5%. Our year-to-date contributors continue to stem from our core themes of net long exposure in generative AI and state-owned entity (SOE) reform baskets, alongside net short exposure in the electric vehicle supply chain and batteries. Our shorts in property stocks continue to face challenges.

## Performance contributors

At the sector level, our net long exposures in communication services, financials, consumer discretionary and healthcare were the main contributors, along with our long exposure to the H-shares and A-shares markets that we established following the stimulus measures announcement.

## Performance detractors

The strong rebound in the China market naturally impacted some of our high-conviction short positions, which we maintained as their longer-term fundamentals remain intact. Our short exposures to the electric vehicle supply chain space, as well as to property management and development stocks, were the main detractors.

## For more information

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# UBS (Irl) O'Connor China Long/Short Alpha Strategies UCITS Fund USD

## Sector Exposure (%)<sup>1</sup>

Sector	Long	Short	Net	Gross
Financials	12.79	3.79	9.01	16.58
Health care	8.50	4.93	3.56	13.43
Energy	3.67	1.75	1.92	5.42
Consumer Staples	2.84	2.52	0.32	5.36
Consumer Discretionary	7.74	5.71	2.03	13.45
Information Technology	9.32	6.81	2.51	16.13
Industrials	9.58	6.86	2.72	16.44
Real estate	2.92	2.66	0.27	5.58
Communication Services	6.84	0.29	6.55	7.12
Materials	2.50	3.50	-1.00	6.00
Utilities	4.47	1.87	2.60	6.34
Asia-Pacific-Index	6.75	0.00	6.75	6.75
Total	77.92	40.69	37.24	118.60

<sup>1</sup> Exposure is delta adjusted.

## Market Capitalization Exposure (%)<sup>1</sup>

Sector	Long	Short	Net	Gross
Large (greater than USD 10 billion)	48.25	28.20	20.05	76.46
Medium (USD 1 - 10 billion)	18.79	11.81	6.98	30.60
Small (less than USD 1 billion)	4.14	0.56	3.58	4.70
Others	6.75	0.10	6.65	6.85
Total	77.93	40.67	37.26	118.61

<sup>1</sup> Exposure is delta adjusted. 'Others' includes market hedges/ indexes.

## Market weights (%)<sup>1</sup>

	Long	Short
China	54.49	29.69
Hong Kong	15.16	2.98
United States	5.12	6.91
Taiwan	2.37	0.00
Other countries	0.80	1.08
Total	77.94	40.66

<sup>1</sup> Exposure is delta adjusted.

## Top 5 long and short positions (%)<sup>1</sup>

	Fund
AIA GROUP LTD	5.50
TENCENT HOLDINGS LTD	4.00
CHINA SHENHUA ENERGY CO LTD	3.70
CHINA CONSTRUCTION BANK CORP	2.90
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	2.40
Financials	2.20
Industrials	1.60
Consumer Discretionary	1.50
Materials	1.00
Industrials	1.00

<sup>1</sup> Shorts denoted by sector.

## Current investment strategy

The recent stimulus measures further underpin our constructive view on China. However, as we expect volatility to persist we plan to continue managing our portfolio risk pragmatically, while preserving the holding power of the positions around our longer-term themes.

## Risks

Counterparty Risk, a significant use of over-the-counter instruments exposes the Fund to potential significant counterparty default risk. The fund may use derivatives, which can reduce or increase investment risk (including the risk of loss due to the bankruptcy of the counterparty). This fund pursues a very active management style. Its performance may therefore deviate considerably from that of a comparable market return. Investments via Shanghai or Shenzhen Stock Connect are subject to additional risks, in particular quota limitations, custody risk, clearing/settlement risk and counterparty risk. Pronounced fluctuations in price are characteristic of emerging economies. Other characteristics include specific risks such as lower market transparency, regulatory hurdles, illiquidity of markets as well as political and social challenges.

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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