

# 2021 Assessment of Value Report

UBS Investment Funds ICVC

UBS Investment Funds ICVC II

UBS Investment Funds ICVC III

UBS Investment Funds ICVC V

**UBS Asset Management Funds Ltd**

September 2021



## Message to our clients

I am pleased to share with you our second annual Assessment of Value Report as of 30 June 2021, reviewing our UK Fund range. This is based on a detailed Assessment of Value that we have undertaken on the Fund range. This process is required by the Financial Conduct Authority (FCA) of all UK Authorised Fund Managers (AFMs) who oversee UK Open Ended Investment Company (OEIC) funds, to be conducted annually to assess the value for each fund taking into account the different share classes that they manage. The assessment process and publication of this report is intended to strengthen investor protection and transparency across the industry and reinforces the requirement to act in investors' best interests.

In our inaugural report last year, we highlighted a series of actions to improve the value that we provide to clients. I am pleased to provide an update on these actions in the summary of actions table. We welcomed the introduction of the Assessment of Value and believe that these completed actions demonstrate that this increased level of transparency will be beneficial for clients. We have robust processes for ensuring our funds deliver the value that our clients expect from us and take action when they do not. We believe that these reports will allow us to demonstrate this to you and to the FCA and at the same time continually challenge our firm and the industry overall to further improve.

We have assessed value across seven criteria – Quality of service, Performance, Authorised Fund Manager costs – general, Economies of scale, Comparable market rates, Comparable services, and Classes of units. As part of our second annual assessment, we reviewed our processes, took on-board feedback including topics published by the FCA and the Investment Association, and in the criteria sections of the report, we have highlighted changes that we have made to further enhance our Assessment of Value.

Based on this assessment, we believe our fund range delivers good value to clients, while noting that there are some areas for improvement. We go through each of the criteria in more detail in the following pages. We also explain how we have conducted this review as well as the actions we have taken and will take to ensure that this continues to be the case.

We welcome your feedback on this report and look forward to sharing our future reports with you. We thank you for your continued trust in us and are committed to continually improving our offering to meet your evolving needs.



Pete Davis  
Non-executive director  
**UBS Asset Management Funds Ltd**

## Table of contents

Introduction to the Board of Directors: UBS Asset Management Funds Ltd .....	4
Introduction and Executive Summary .....	5
Summary Assessment of Value .....	6
Criteria 1: Quality of service .....	9
Criteria 3: Authorised Fund Manager costs – general .....	10
Criteria 4: Economies of scale .....	11
Criteria 5: Comparable market rates .....	11
Criteria 6: Comparable services .....	12
Criteria 7: Classes of units .....	12
<b>Assessment of Value – Fund details .....</b>	<b>13</b>
UBS Global Emerging Markets Equity Fund .....	14
UBS Global Optimal Fund .....	15
UBS US Equity Fund .....	16
UBS Corporate Bond UK Plus Fund .....	17
UBS UK Equity Income Fund .....	18
UBS Sterling Corporate Bond Indexed Fund .....	20
UBS S&P 500 Index Fund .....	21
UBS Global Strategic Bond Fund .....	22
UBS US Growth Fund .....	23
UBS FTSE RAFI Developed 1000 Index Fund .....	24
UBS MSCI World Minimum Volatility Index Fund .....	25
UBS Global Allocation Fund (UK) .....	26
UBS Multi-Asset Income Fund .....	27
UBS Multi Asset Defensive Growth Fund (GBP) .....	28
UBS Global Diversified Income Fund .....	29
UBS Global Enhanced Equity Income Fund .....	30
Summary of actions Assessment of Value .....	31
<b>Appendix I .....</b>	<b>32</b>

## Introduction to the Board of Directors: UBS Asset Management Funds Ltd

### The Authorised Corporate Director (ACD)

This Assessment of Value is provided by UBS Asset Management Funds Ltd, the Authorised Corporate Director responsible for the management and administration of the Funds detailed in the following pages.

### Executive Directors

#### Adam Aziz



Adam is the Chief Executive Officer of the ACD, he joined the Board in 2018 and became CEO of the ACD in 2020.

Adam is the EMEA Regional Operating Officer and a member of the AM Operating Committee. He reports to the UK Asset

Management CEO and is Chair of the UK and EMEA Front to Back Committee with oversight of the operating environment of the UK & EMEA business. He also has responsibility for implementation of the regulatory and governance framework. Prior to joining Asset Management, Adam had a number of roles across other divisions of UBS, including Group Functions and Wealth Management.

#### Eric Byrne



Eric is an Executive Director of the ACD and joined the Board in 2017.

Eric was appointed Head of UBS Asset Management in the UK in October 2016 with responsibility for the management and strategic development of the UK business. He chairs the UK Management & Risk

Committee and is a member of the EMEA Management Committee. Eric is also Head of Multi-Managers for the Real Estate & Private Markets (REPM) business for UBS Asset Management. He is a member of the REPM Management Committee as well as the Multi-Manager Investment, Valuation and Risk Committees.

Eric joined UBS Asset Management in 1996.

#### Andrew Larkin



Andrew is an Executive Director of the ACD and joined the Board in 2019.

Andrew joined UBS Asset Management as Head of Wholesale for the UK, Nordics and Benelux regions in January 2018 with responsibility for the ongoing development, implementation and management of UBS's

wholesale strategy for financial institutions and retail clients. Prior to joining UBS Asset Management Andrew was Head of Global Strategic Relationships at JP Morgan Asset Management.

### Independent Non-Executive Directors

#### Pete Davis



Pete is the Chair and Independent Non-Executive Director of the ACD and joined the Board in 2016.

Pete holds a number of non-executive directorships within the investment industry and has over 40 years of industry experience. In the role of Chair of the

Board, Pete has responsibility to provide challenge to the other Board members and bring wider industry knowledge to the discussions.

During his executive career Pete worked for companies within the Zurich Financial Services Group between 1981 and 2014, including Head of Global Funds Desk where he had global responsibility for commercial relationships and governance oversight of external asset managers as well as oversight of dealing and operating platforms.

#### John Stannard



John is the Senior Independent Non-Executive Director of the ACD and joined the Board in 2018.

During his executive career, John worked for Russell Investments between 1982 and 2015, holding multiple senior roles, including MD for Client Communications and UK Institutional, Head of Operations, Head of Client Service and Consulting, and COO (Europe). He also advised on Portfolio Strategy (design and development) in addition to management, reporting and mitigation of operational risk. John was also closely involved in Russell's work on "best practice" governance and decision making for large funds.

## Introduction and Executive Summary

The FCA requires AFMs to conduct an Assessment of Value at least annually for each share class of each UK authorised fund they manage, and publish a report of the results.

### Assessment of Value summary

Value is assessed across the seven minimum criteria:

- Quality of service
- Performance
- Authorised Fund Manager costs – general
- Economies of scale
- Comparable market rates
- Comparable services
- Classes of units

This does not replace or consider elements already contained elsewhere in the annual reports, such as fund strategy.

This assessment covers the period up to the 30 June 2021 and includes 16 funds and 46 share classes.

Overall, we believe that our funds have provided good value to our clients. We have summarised our findings on each metric we have considered as part of this review. We go into more detail in the following pages as to how we assessed and rated our funds and have come to these views. A summary of actions can be found on page 31 of this Report.

### Quality of service

This year, we enhanced our analysis by including the review of documentation provided to clients and the quality of the investment process in our rating methodology for this metric. Our assessment found that the investment manager and our service providers are providing good value to our clients across the spectrum, with a few small areas that need further exploration.

### Performance

Our assessment found overall our funds are delivering good value on performance, with most share classes achieving all or most of their objectives. We have identified a small number of funds where performance has not met all or most of their objectives. We discuss these and the remedial actions taken in the performance section.

### Authorised Fund Manager costs – general

Our assessment found that we were offering good value on this metric, with underlying costs being well managed. We recently renegotiated a reduction in the cost of some external service providers across the fund range to ensure that we continue to offer our clients good value.

### Economies of scale

Our assessment found overall our funds are providing good value on this metric. Many of the funds in our range are too small to generate economies of scale and we use fee caps in order to maintain Ongoing Cost Figures (OCFs) at a competitive level. Where we have economies of scale, these are passed on to clients through adjusted service costs. We have identified one share class providing moderate value and we will undertake a further review. We have provided more information in the Economies of scale section.

### Comparable market rates

Overall, we are providing good value to clients. Most of the OCFs of our funds' comparable share classes are below or in line with similar funds within the peer groups. Some of those share classes are subsidised via cost caps to ensure clients do not pay excessive costs. We have also identified some share classes which are more expensive than peers.

### Comparable services

Our assessment found that we are providing excellent value to clients. Where we did not identify a directly comparable service, UBS fund or institutional mandate, we used our own internal systems and processes for comparison, with a structured methodology. We have identified some share classes where the OCF is more expensive than a similar comparable service.

### Classes of units

Overall, our assessment showed that we are providing excellent value on this metric. We undertook a significant review of our share class architecture in 2019 and converted clients from legacy share classes at that time. We completed the action identified in our 2020 report to review the charges applied to one share class.

## Summary Assessment of Value

We have used the following 4 star ratings across all seven criteria.

### Rating scale methodology

Consideration / Definition FCA	UBS rating scale methodology for assessment			
	Excellent value consistently ★★★★	Good value is achieved consistently ★★★	Moderate value ★★	Poor value ★
<b>Quality of service</b> The range and quality of services provided to unitholders	Excellent levels of service across key lines, supported with client feedback and industry rankings/awards	Consistent level of service meeting agreed Key Performance Indicator (KPI) over 12 months for most funds – for the outliers further monitoring required	Inconsistent level of service for some of the funds over 12 months – closer monitoring of provider and escalation to board	Poor service level as evidenced in KPI & quality comment for over 3 calendar months in a year. Provider requiring close monitoring with remediation actions agreed with AM service line
<b>Performance</b> The performance of the scheme, after deduction of all payments out of scheme property as set out in the prospectus (in this rule, COLL 6.6.23E and COLL 8.5.19E, “charges”). Performance should be considered over an appropriate time-scale having regard to the scheme’s investment objectives, policy and strategy	Met all primary investment objectives over 1, 3, 5 years (or since inception), nothing in risk information or secondary objectives that causes concerns. No action	Met most primary investment objectives over 1, 3, 5 years (or since inception), potentially some concerns around secondary objectives or risk levels. Ongoing monitoring with escalation if pattern of returns continues	Met some primary investment objectives over 1, 3, 5 years (or since inception) but not others, some causes for concern in performance levels or secondary metric. Heightened monitoring and potential escalation	Failed to meet most primary objectives over 1, 3, 5 years (or since inception). Board should specify a plan of action to remediate
<b>Authorised Fund Manager costs – general</b> In relation to each charge, the cost of providing the service to which the charge relates, and when money is paid directly to associates or external parties, the cost is the amount paid to that person	Assessment of costs charged to the share-classes / funds are providing value with benchmarking of OCF components to other managers with successful negotiations and significant reductions in fees charged	Assessment of costs charged to the share-classes / funds are reasonable from both cost and quality with evidence statement	Some service costs are not reasonable and this requires re-negotiation with existing service / outsourced providers	Costs are consistently high for the level of service – action to appoint different service providers following negotiation
<b>Economies of scale</b> Whether the AFM is able to achieve savings and benefits from economies of scale, relating to the direct and indirect costs of managing the scheme property and taking into account the value of the scheme property and whether it has grown or contracted in size as a result of the sale and redemption of units	Lower ongoing charge figures (OCF) as a result of an adjusted Annual Management Charge (AMC) and adjusted service costs for funds with significant Asset under Management (AuM). Or lower OCF because of bespoke investment management agreements	Lower OCF as a result of adjusted service costs for funds without a significant AuM. Cost caps for funds with low AuM not generating economies of scale	Lower OCF as result of adjusted service costs only for funds with significant AuM	Unchanged or increased OCF for funds with significant AuM
<b>Comparable market rates</b> In relation to each service, the market rate for any comparable service provided: a) by the AFM; or b) to the AFM or on its behalf, including by a person to which any aspect of the scheme’s management has been delegated	The OCF comparison showed excellent value against UK peer group (tier 1 quartile)	The OCF comparison was in line against UK peer group (tier 2 quartile)	The OCF comparison was inferior against UK peer group (below median tier 3 quartile)	The OCF comparison was poor against UK peer group (tier 4 quartile)
<b>Comparable services</b> In relation to each separate charge, the AFM’s charges and those of its associates for comparable services provided to clients, including for institutional mandates of a comparable size and having similar investment objectives and policies	AMC comparison showed excellent value against directly comparable mandates/funds with the same GIPS composite and/or showed excellent value against a similar comparable service and investment strategy	AMC comparison showed good value against directly comparable mandates/funds with the same GIPS composite and/or showed good value against a similar comparable service and investment strategy	AMC comparison showed moderate value against directly comparable mandates/funds with the same GIPS composite and/or showed moderate value against a similar comparable service and investment strategy	AMC comparison showed poor value against directly comparable mandates/funds with the same GIPS composite and/or showed poor value a similar comparable service and investment strategy
<b>Classes of units</b> Whether it is appropriate for unitholders to hold units in classes subject to higher charges than those applying to other classes of the same scheme with substantially similar rights	No legacy share-classes remain – proactive switching evidenced. Clear delineation between each fund share class and their clients	Clear delineation between each fund share class cost and services applied	Still have legacy pre RDR share classes and / or funds with inconsistent AMC fees per share-class – evidence of proactive engagement	Still have legacy pre RDR share classes and / or funds with inconsistent AMC fees per share-class; clients allocated to the incorrect share class – with no evidence of client engagement

Source: Financial Conduct Authority (FCA) / UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

We do not include ratings in certain categories for some sub funds for the following reasons:

1. Comparable market rates – ratings were only provided where a reasonable peer comparison was available and management fees were charged to the share class for the period of the review.
2. Comparable services – ratings were only provided where management fees were charged to the share class for the period of the review.

OEIC / Fund / Share Class	ISIN	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Page
UBS Investment Funds ICVC									
UBS Global Emerging Markets Equity Fund									13
C acc	GB00B7L34154	★★★	★★★★	★★★	★★★	★★★★ ↑	★★★★	★★★★	13
J acc	GB0031098741	★★★	★★★★	★★★	★★ ↓	★★★★	★★★★	★★★★ ↑	13
K acc	GB00B28Z6802	★★★	★★★★	★★★	★★★★ ↑	n/a	n/a	★★★★	13
UBS Global Optimal Fund									14
C acc	GB00B89NPX39	★★★	★★★ ↑	★★★	★★★	★★ ↓	★★★★	★★★★	14
UBS US Equity Fund									15
C acc	GB00B7V68L26	★★★	★★	★★★	★★★	★★★	★★	★★★★	15
UBS Corporate Bond UK Plus Fund									16
C acc	GB00B74WDR86	★★★	★★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	16
C inc	GB00B7KDDZ32	★★★	★★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	16
K acc	GB00B1QK7Q59	★★★	★★★★	★★★	★★★★	n/a	n/a	★★★★	16
UBS UK Equity Income Fund									17
C acc	GB00B4W58959	★★★	★★ ↑	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	17
C inc	GB00B8034464	★★★	★★ ↑	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	17
K acc	GB00BF4J3C04	★★★	★★ ↑	★★★	★★★★	n/a	n/a	★★★★	17
K inc	GB00BF4J3F35	★★★	★★ ↑	★★★	★★★★	n/a	n/a	★★★★	17
UBS Sterling Corporate Bond Indexed Fund									19
C acc	GB00B9511785	★★★	★★★ ↑	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★	19
C inc	GB00B9LD6X50	★★★	★★★ ↑	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★	19
J inc	GB00B9B72F12	★★★	★★★	★★★	★★★ ↓	n/a	★★★★	★★★★	19
K acc	GB00B9D6WC36	★★★	★★★★ ↑	★★★	★★★★	n/a	n/a	★★★★	19
UBS S&P 500 Index Fund									20
C acc	GB00BMN91T34	★★★	★★★★	★★★	★★★ ↓	★★★	★★★★	★★★★	20
C inc	GB00BMN91V55	★★★	★★★★	★★★	★★★ ↓	★★★	★★★★	★★★★	20
J acc	GB00BMN91W62	★★★	★★★★	★★★	★★★ ↓	n/a	★★★★	★★★★	20
J inc	GB00BMN91X79	★★★	★★★★	★★★	★★★ ↓	n/a	★★★★	★★★★	20
UBS Global Strategic Bond Fund									21
C acc	GB00BFYY5N04	★★★	★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	21
C inc	GB00BFYY5P28	★★★	★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	21
K acc	GB00BFYY5Q35	★★★	★★★	★★★	★★★★	n/a	★★★★	★★★★	21
R acc	GB00BKBY6576	★★★	★★★	★★★	★★★ ↓	n/a	n/a	★★★★	21
R inc	GB00BKBY6683	★★★	★★★	★★★	★★★ ↓	n/a	n/a	★★★★	21

Source: UBS Asset Management. Data as at September 2021.

OEIC / Fund / Share Class	ISIN	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Page
<b>UBS Investment Funds ICVC II</b>									
<b>UBS US Growth Fund</b>									
C acc	GB00B7VHZX64	★★★	★★	★★★	★★★	★★★	★★	★★★★	22
<b>UBS FTSE RAFI Developed 1000 Index Fund</b>									
C acc	GB00BX9C1L56	★★★	★★★★	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★	23
E acc	GB00BL2F1J52	★★★	★★★★	★★★	★★★★	n/a	n/a	★★★★	23
J inc	GB00BYNNWN07	★★★	★★★★	★★★	★★★ ↓	n/a	★★★★	★★★★	23
<b>UBS MSCI World Minimum Volatility Index Fund</b>									
C acc	GB00BX9C1N70	★★★	★★★★	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★	24
E acc	GB00BL2F1K67	★★★	★★★★	★★★	★★★★	n/a	n/a	★★★★	24
<b>UBS Investment Funds ICVC III</b>									
<b>UBS Global Allocation Fund (UK)</b>									
C acc	GB00B4MGDQ07	★★★	★★ ↓	★★★	★★★	★★★★ ↑	★★★	★★★★	25
<b>UBS Multi-Asset Income Fund</b>									
C acc	GB00B7SQL276	★★★	★★★★ ↑	★★★	★★★	★★★	★★★★	★★★★	26
C inc	GB00B804TT93	★★★	★★★★ ↑	★★★	★★★	★★★	★★★★	★★★★	26
L acc	GB00BB0R2V23	★★★	★★★★ ↑	★★★	★★★	n/a	★★★★	★★★★	26
L inc	GB00BB0R2W30	★★★	★★★★ ↑	★★★	★★★	n/a	★★★★	★★★★	26
<b>UBS Multi Asset Defensive Growth Fund (GBP)</b>									
C acc	GB00BGV5W987	★★★ ↑	★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	27
K acc	GB00BGV5WB05	★★★ ↑	★	★★★	★★★★	n/a	n/a	★★★★	27
R acc	GB00BKMDQ752	★★★ ↑	★	★★★	★★★ ↓	n/a	n/a	★★★★	27
<b>UBS Global Diversified Income Fund</b>									
C acc	GB00BG1TL829	★★★ ↑	★★★	★★★	★★★ ↓	★★★	★★★★	★★★★	28
C inc	GB00BG1TL936	★★★ ↑	★★★	★★★	★★★ ↓	★★★	★★★★	★★★★	28
K acc	GB00BG1TLB53	★★★ ↑	★★★	★★★	★★★★	n/a	n/a	★★★★	28
R acc	GB00BKMDQ539	★★★ ↑	★★★	★★★	★★★ ↓	n/a	n/a	★★★★	28
R inc	GB00BKMDQ646	★★★ ↑	★★★	★★★	★★★ ↓	n/a	n/a	★★★★	28
<b>UBS Investment Funds ICVC V</b>									
<b>UBS Global Enhanced Equity Income Fund</b>									
C acc	GB00BLORSN63	★★ ↓	★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	29
C inc	GB00BLORSP87	★★ ↓	★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★	29

Source: UBS Asset Management. Data as at September 2021.



## Criteria 1: Quality of service

### What is it?

Quality of service, to us, is about our clients' experience of interacting with us throughout their time invested in our funds. It covers the service aspects, the documentation provided to clients, the more mechanistic elements of running our funds effectively, as well as the quality of the investment process provided by the Investment Manager.

We have three types of clients using our funds:

- Institutional clients. This category includes pension funds, wholesalers and wealth managers, insurers and other corporations
- Individuals who invest through a platform or via an advisor
- Individuals who invest directly into our funds

All institutional clients have a dedicated Client Relationship Manager (CRM) and we conduct regular client surveys to ensure that our overall service levels are meeting their expectations and to identify areas where we can improve. We also have a dedicated Client Service team which supports our CRMs.

Where clients either use a third party or buy directly from a platform, and therefore do not interact with us directly, our emphasis is on ensuring that the key tasks that are important to clients are performed. These include Dealing, Complaints Handling, Settlement, Distributions, Account Maintenance, Net Asset Value (NAV) Delivery and NAV Accuracy. We out-source these functions, and have a strong governance process in place, including Key Performance Indicators (KPIs) with all of our providers to ensure that our high standards are continually met and align to the expected UBS service delivery.

### How have we managed and measured quality of service?

We have reviewed the KPIs, as listed above, on a monthly and quarterly basis. We have also conducted regular monthly reviews with our key internal and external service providers and collated the results across the whole year.

The ACD has appointed UBS Asset Management (UK) Ltd to provide investment management services to the ACD in respect of the Funds. The ACD performs ongoing monitoring of the Investment Manager to ensure quality of the Investment process. This year we enhanced our monitoring through focused reviews of individual funds and their Investment Processes. The ACD has also increased focus on the sustainable investing approach of the Investment Manager.

### Sustainable Investing

We believe that sustainable investing can result in better overall risk-adjusted outcomes for clients by primarily protecting against downside risks associated with Environmental, Social, and Governance (ESG) related issues. Sustainable investing is grounded in the broader use of ESG information in the investment analysis process and the belief that such information can lead to better informed investment decisions. By identifying long-term investment opportunities, anticipating and managing financially material risks, engaging with the relevant third parties, and creating products and services that take into account ESG considerations, we believe our investments will be more successful in the longer term and will positively impact society and the environment. More information on our approach to sustainability in investments can be found at <https://www.ubs.com/global/en/asset-management/investment-capabilities/sustainability.html>

### What does our analysis tell us?

We believe that we are providing good value to our clients in terms of quality of service. At a broad level, all of our KPIs are being met at a very high level of consistency. However, our analysis did show us that there were challenges in terms of timeliness and accuracy of NAV calculations for the UBS Global Enhanced Equity Income Fund. While this did not negatively impact the KPIs overall, this is an area we will review more closely and address. As part of this year's Assessment, the ACD asked for an additional analysis of fund documentation, including factsheets, which showed that the income data could be more clearly displayed for this fund.

### What action do we need to take as a result of this assessment?

As part of our regular processes we review every incident where we fall below our targets and where control weaknesses are identified, management remediation action is taken. We are reviewing and will continue to closely monitor those areas where we have identified some challenges in delivery in more depth. We will also continue to review our KPIs and our client service delivery mechanisms to ensure we continue to deliver value to all our client base. We will continue to review and monitor the clarity and accuracy of documentation provided to clients.

## Criteria 2: Performance

### What is it?

This measure looks at the investment performance of our share classes. We have considered performance with reference to the recommended holding periods, with the primary focus and metric being the performance relative to the investment objectives.

### How have we managed and measured investment performance against objectives?

The metric we have used is the performance of the share classes, relative to the Fund's investment objectives as set out in the prospectus. We have measured this over what we see as appropriate time periods, which we have defined as one year, three years and five years annualised performance. We have used since inception comparison if the time periods for three years and five years were not available.

This year, we enhanced our rating scale methodology and assessment for share classes with a short history compared to the time period of the investment objective and/ or recommended holding period, allowing us to provide a rating for these share classes. We have reviewed performance since inception, noting that we will continue to monitor performance until they reach the full time period. We have also considered the investment policy, strategy and market environment. Some performance differences between the fund and the benchmark may arise because the fund performance is calculated at a different valuation point from the benchmark and/or the fund price at the end of the month includes the dilution levy spread on that day.

## Criteria 3: Authorised Fund Manager costs – general

### What is it?

In this measure we review all the costs and charges incurred by the fund in its normal operations to ensure that they are appropriate and reasonable. This includes annual management fees, direct costs and registrar fees which are the main components of the ongoing charge figure. This excludes transaction costs.

### How have we managed and measured Authorised Fund Manager costs?

We have reviewed all of the charges to each fund, noting when delegated service contracts have been reviewed and re-negotiated, and what each service provider is delivering to UBS Asset Management Funds Ltd as a business. This includes internal and external service providers. We have used our commercial judgement and also benchmarked our review to the market to determine whether the costs are reasonable.

### What does our analysis tell us?

Our fund range is a mixture of active funds and index tracking funds, across equity, multi asset and fixed income asset classes. Overall, our funds have provided good value in terms of investment performance, however this analysis has highlighted some strengths, some areas to monitor and some areas where we have not achieved our investment objectives.

### What action do we need to take as a result of this assessment?

Where the analysis has raised concerns about the performance, we will increase scrutiny of these funds at board meetings. We have also noted some fund-specific actions in the detailed fund pages.

### What does our analysis tell us?

We are providing good value to our clients on this metric. All of the contracts, service level agreements and rate cards have been reviewed across our funds and benchmarked against market levels. The rates charged for the services are competitive and offer value given the assets under management for the funds.

In 2020 we noted the re-negotiated custody costs through the introduction of tiered custody safekeeping charges and fee levels as part of our annual audit. We recently renegotiated a further reduction in the cost of some external service providers across the fund range which will benefit the funds going forward.

### What action do we need to take as a result of this assessment?

No specific actions are needed, however, we keep these criteria under ongoing review as part of our normal business processes.

## Criteria 4: Economies of scale

### What is it?

As funds become larger, fixed costs typically decline as part of the overall cost of holding the fund. Where possible, UBS Asset Management Funds Ltd negotiates third party administrator and other services provided to funds based on volume across our global fund range. This leads to lower costs per fund, which in turn means clients should benefit from our firm's size and economies of scale.

### How have we managed and measured economies of scale?

We have considered the size of each fund in relation to direct and indirect costs, including support for funds as they grow or maintain low assets under management (AUM). We have also reviewed any investment management agreements in place

This year, we enhanced our rating scale methodology and assessment. We performed an analysis of the size of each Fund and share class and the fees charged. We performed an enhanced assessment of revenue and costs for selected funds and share classes to conclude if these charges require further review.

## Criteria 5: Comparable market rates

### What is it?

For this we compare the Ongoing Cost Figure (OCF) of our funds with OCF of other similar funds in the market where data are available. We compare market rates to funds that are set up in similar ways, with similar objectives and structures.

### How have we managed and measured comparable market rates?

To measure OCF, we use data from an external, independent data provider, Lipper, which categorises funds from across the marketplace into peer groups. This allows us to demonstrate what the annual cost of owning the fund is compared to similar funds. We measure this at a share class level, using default Lipper universes as defined by the Investment Association.

This year, we enhanced our process by including a peer comparison of all share classes where comparison data were available. This allowed us to provide a rating for a wider range of share classes.

### What does our analysis tell us?

We are providing good value to clients on this metric. While we have some funds that are too small in terms of AuM to generate economies of scale, we are subsidising many of these via cost caps to ensure clients do not pay excessive costs. As the funds increase in size, the service costs on a relative basis are expected to reduce, with lower ongoing charges automatically passed through to end clients in the fund.

### What action do we need to take as a result of this assessment?

We will continue to monitor and, where we are able to achieve economies of scale, pass those on to clients. We will undertake a further review of the annual management fee of the J acc share class of the UBS Global Emerging Markets Equity Fund. Where funds are generating diseconomies of scale, we will use the tools available to us, including cost caps, to maintain competitive on-going charges for our clients.

### What does our analysis tell us?

Overall, we are providing good value to clients. Where peer comparison was available, most of the OCFs of our funds' share classes are below or in line with similar funds within the peer groups. Some of those share classes are subsidised via cost caps to ensure clients do not pay excessive costs. We have also identified some share classes which are more expensive than peers.

### What action do we need to take as a result of this assessment?

We will continue to monitor this metric to ensure that our OCFs continue to offer good value to clients and have highlighted share classes where we will take further action such as reviewing the AMC.

## Criteria 6: Comparable services

### **What is it?**

This is similar to criteria 5, but asks us to look internally to determine, from a cost-only perspective (disregarding considerations of performance), if funds provide good value relative to other products that we offer such as similar funds and institutional mandates.

### **How have we managed and measured comparable services?**

In order to be considered a comparable service, products should match in terms of investment mandate, investment objective, size and strategy.

This year, we enhanced our process to assess and provide a rating where no directly comparable UBS fund or institutional mandate was available, we used our own internal systems and processes for comparison, with a structured methodology.

### **What does our analysis tell us?**

Overall, we are providing excellent value to clients. Although we did not identify a directly comparable service, UBS fund or institutional mandate, we used our own internal systems and processes for comparison, with a structured methodology. We have identified some share classes where the OCF is more expensive than a similar comparable service.

### **What action do we need to take as a result of this assessment?**

Where our analysis identified that a share class is more expensive than similar services that we provide internally, we will review the OCF of this share class.

## Criteria 7: Classes of units

### **What is it?**

This criteria requires us to look at the different share classes we may offer, for example to retail and institutional clients, and to determine whether charges applying to each share class are appropriate, and clients are in the correct share class.

### **How have we managed and measured classes of units?**

We have reviewed the share classes we offer and which clients are invested in them.

### **What does our analysis tell us?**

We are providing excellent value to clients on this metric. We conducted a significant review of our share classes in 2019 and took remedial action to provide notice to 1,071 clients to convert out of our legacy A and B share classes into share classes that better met their needs. This was successfully completed before the end of September 2019.

We believe our share classes are appropriate and that our clients are in the appropriate share classes for their needs.

### **What action do we need to take as a result of this assessment?**

No action is needed.

# Assessment of Value – Fund details

## UBS Global Emerging Markets Equity Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★★	★★★	★★★	★★★★ ↑	★★★★	★★★★
J acc	★★★	★★★★	★★★	★★ ↓	★★★★	★★★★	★★★★ ↑
K acc	★★★	★★★★	★★★	★★★★ ↑	n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Global Emerging Markets Equity Fund (the "Fund") has provided good value to clients. The Fund has met both its primary objectives, of growing the absolute value of the investment and outperforming the FTSE All-World Emerging Index (the "Benchmark") over all the time periods measured here.

We will undertake a further review of the Fund to investigate if there are economies of scale that could be passed on to clients in the J acc share class.

### Performance

#### Investment Objective

The Fund aims to grow the value of your investment and outperform the Benchmark after charges over the medium to long term (3 to 5 years).

#### UBS Global Emerging Markets Equity Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B7L34154	28.66	24.26	11.67	10.10	15.81	11.79
J acc	GB0031098741	28.63	24.26	11.51	10.10	15.62	11.79
K acc	GB00B28Z6802	29.58	24.26	12.43	10.10	16.64	11.79

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund has met both its primary objectives, of growing the absolute value of the investment and outperforming the Benchmark over all the time periods measured. There has been good net of fees returns for clients versus the Benchmark in all share classes.

The Fund is a highly active emerging market equity fund, which utilises a disciplined, fundamental investment process based on bottom-up stock selection. Strong stock selection, particularly in Asia and China, has been the main contributor to the Fund's added value over these periods, as Asia is over 70% of Emerging Markets (EM). EM are volatile and performance over past six month has been more challenged, but such volatility should be expected in EM.

### Actions

We will undertake a further review of the Fund to investigate if there are economies of scale that could be passed on to clients in the C acc and J acc share classes.

## UBS Global Optimal Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★ ↑	★★★	★★★	★★ ↓	★★★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Global Optimal Fund (the "Fund") has provided good value to clients. The Fund has partially met its investment objectives. It has delivered positive absolute returns, and also outperformed well over the past year and is slightly ahead of the MSCI ACWI Index (the "Benchmark") over five years, but behind over three years. We will undertake a further review of the investment approach and contact clients to provide an update.

We noted that the C share class was more expensive than the market average, and we are reviewing the OCF of this share class.

The ACD contacted clients to provide further information on the ongoing review of the Fund. The Fund continues to be managed in line with the Investment Objective, Investment Policy and Investment Strategy as set out in the prospectus.

### Performance

#### Investment Objective

The Fund aims to grow the value of your investment and outperform the Benchmark after charges over the medium to long term (3 to 5 years).

#### UBS Global Optimal Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B89NPX39	27.02	25.10	11.32	13.41	14.70	14.45

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund has partially met its objectives. It has delivered positive absolute returns. This Fund operates with an Intrinsic Value approach. Performance was initially weak during the first part of the global pandemic but rallied back strongly when markets recovered. Valuation spreads remain wide and we believe there is further recovery to come as markets normalise.

### Actions

We will undertake a further review of the investment approach and contact clients to provide an update. We noted that the C share class was more expensive than the market average, and we are reviewing the OCF of this share class.

## UBS US Equity Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★	★★★	★★★	★★★	★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

### Summary

Overall, the UBS US Equity Fund (the "Fund") has provided moderate value to clients. The Fund has partially met its investment objectives. It has delivered positive absolute returns, and had a strong one year performance but remains below the Russell 1000 Index (the "Benchmark") over three years and marginally behind over five years.

We will review the OCF of the C acc share class to ensure that the fees we charge are in line with other comparable services that we provide.

### Performance

#### Investment Objective

The Fund aims to grow the value of your investment and outperform the Benchmark after charges over the medium to long term (3 to 5 years).

#### UBS US Equity Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B7V68L26	32.09	27.97	15.13	17.37	16.72	17.22

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

Since the change of Portfolio Manager (PM) in August 2020 we have seen a significant improvement in performance with the one year performance well ahead of the benchmark, delivering high absolute and relative performance. The three year numbers remain behind benchmark, but we are confident that with the refinement in our process and changes to PM that the recovery from the past 12 months will be sustained. The US market has been driven by mega-cap tech-related stocks which has left valuation spreads being unusually wide, and we believe that when this changes that our Intrinsic Value approach will work well.

### Actions

We will review the OCF of the C acc share class to ensure that the fees we charge are in line with other comparable services that we provide.



## UBS Corporate Bond UK Plus Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★
C inc	★★★	★★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★
K acc	★★★	★★★★	★★★	★★★★	n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Corporate Bond UK Plus Fund (the "Fund") has provided excellent value to clients. The Fund has met both its primary objective, of generating income and outperforming the Markit iBoxx GBP Non-Gilt Index (the "Benchmark") after charges over the medium to long term (5 years).

The largest investor in the Fund informed the ACD of its intention to redeem its holding in the Fund. The ACD reviewed the Fund, taking into account the anticipated size of the Fund following this redemption and believed there would be insufficient remaining assets to continue managing the Fund over the long term. The ACD did not consider that there was a viable opportunity to attract new capital to the Fund and did not consider that a merger into another fund would be a feasible or cost effective solution. The ACD communicated to clients on 6 July 2021 and the Fund was closed on 13 September 2021.

### Performance

#### Investment Objective

The Fund aims to generate income and grow the value of your investment; and outperform the Benchmark after charges over the medium to long term (5 years).

#### UBS Corporate Bond UK Plus Fund – Benchmark

Share Class	ISIN	% yield	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B74WDR86	2.79	3.93	1.74	5.57	4.65	4.84	3.95
C inc	GB00B7KDDZ32	2.79	3.91	1.74	5.57	4.65	4.84	3.95
K acc	GB00B1QK7Q59	2.79	4.45	1.74	6.21	4.65	5.48	3.95

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

On a 1-year basis, the Fund delivered a positive return in absolute terms. Relative to the Fund's benchmark, the Markit iBoxx GBP Non-Gilt Index, the Fund outperformed on a gross and net of fees basis. Duration management was a detractor from active performance while spread and currency management contributed.

On a 3-year basis, the Fund delivered a positive return in absolute terms and outperformed the index on both gross and net of fees basis. Both duration and spread management contributed to active performance while currency management was a detractor.

Over 5 years the Fund delivered a positive return in absolute terms and also outperformed the Benchmark on both gross and net of fee basis. Both duration and spread management contributed to active performance while currency management was a detractor.

### Actions

No action is needed.

## UBS UK Equity Income Fund

### Assessment of Value summary

Share Class	Quality of service	Performance		AFM costs – general	Economies of scale		Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★	↑	★★★	★★★	↓	★★★★	★★★★	★★★★
C inc	★★★	★★	↑	★★★	★★★	↓	★★★★	★★★★	★★★★
K acc	★★★	★★	↑	★★★	★★★★		n/a	n/a	★★★★
K inc	★★★	★★	↑	★★★	★★★★		n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS UK Equity Income Fund (the "Fund") has provided moderate value to clients. Over the past year Income returns have been challenged in the market due to the large number of companies suspending or cancelling dividends. The Fund operates with a highly active approach and a strong value style. This style suffered badly during the initial phase of the pandemic when markets fell sharply, as reported in last year's value assessment. However, there has been a strong rebound in performance over the past year both in absolute and relative terms. Performance still lags the benchmark over three and five years, but with valuation spreads remaining wide, we would expect further outperformance to continue.

### Performance

#### Investment Objective

The Fund aims to generate income and grow the value of your investment; and outperform the FTSE All-Share Index (the "Benchmark") after charges over the medium to long term (3 to 5 years).

#### UBS UK Equity Income Fund – Benchmark

Share Class	ISIN	% yield	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B4W58959	2.52	30.47	21.45	-4.37	2.05	4.69	6.48
C inc	GB00B8034464	2.59	30.47	21.45	-4.37	2.05	4.68	6.48
K acc	GB00BF4J3C04	2.51	31.46	21.45	n.a.	2.05	n.a.	6.48
K inc	GB00BF4J3F35	2.56	31.48	21.45	n.a.	2.05	n.a.	6.48

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

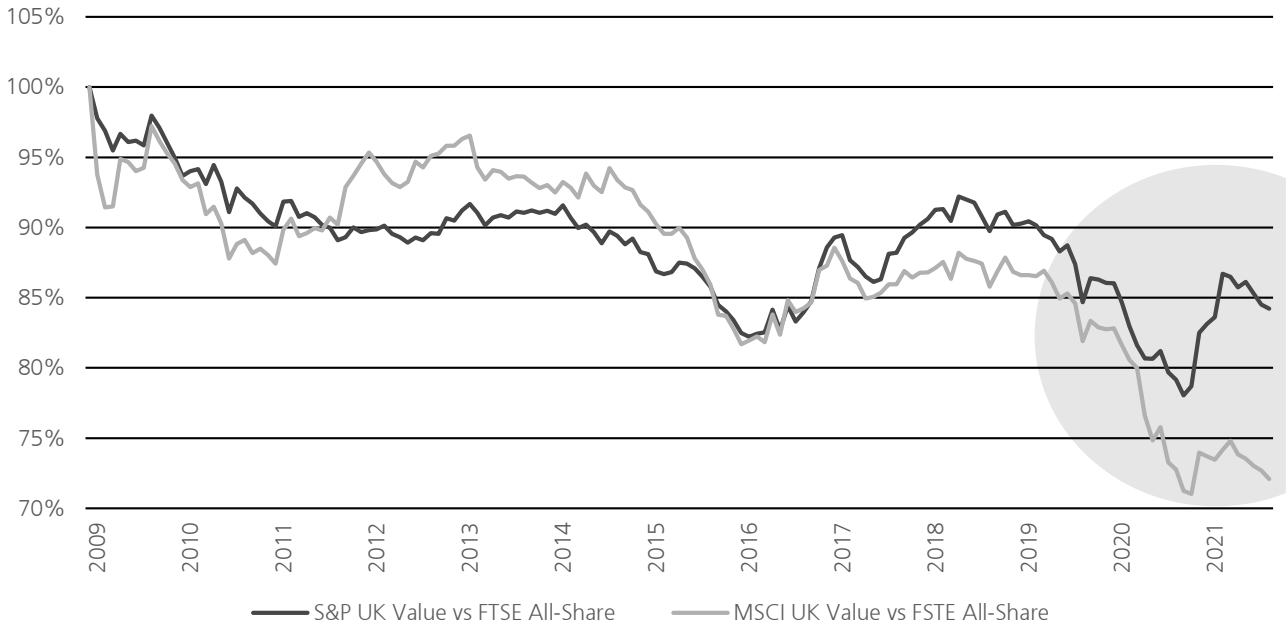
#### Comments on Performance

The Fund has seen a strong recovery in performance as value stocks have recovered well during the post-pandemic recovery. This has delivered excellent absolute and relative returns. The past year has been the first year for some time that value stocks have performed well and we expect this period to be more prolonged which will help to rebuild the performance record as the three year numbers still remain negative. During the pandemic a number of companies, such as banks, cut or suspended dividends, which are now being reinstated and will hence boost income again.

This Fund operates with a highly active approach and a strong value style. We have stuck to our investment style during the challenging period and, much like 2016, have started to see the benefits come through to investor returns. During the year, we also merged the UK Opportunities Fund into the UK Equity Income Fund and we have seen positive flows in assets; one of the few growing income funds in the sector.

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Relative performance against the FTSE All-Share



Please note that past performance is not a guide to the future  
Source: UBS Asset Management, 31 August 2021.

The chart above highlights the recent positive performance of Value and also provides the context of the difficult period for Value investors over the past decade that has also seen some very well-known value funds have difficulties.

**Actions**

No action is needed.

## UBS Sterling Corporate Bond Indexed Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★ ↑	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★
C inc	★★★	★★★ ↑	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★
J inc	★★★	★★★	★★★	★★★ ↓	n/a	★★★★	★★★★
K acc	★★★	★★★★ ↑	★★★	★★★★	n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Sterling Corporate Bond Indexed Fund (the "Fund") has provided good value to clients. Across all periods the Fund achieved its objective and outperformed the Markit iBoxx GBP Non-Gilt Index (the "Index") on a gross of fee basis. On a net of fee basis, the Fund's performance marginally lagged the Index driven by fees and transaction costs, which do not impact the Index. This had a greater impact in the C share classes. Net performance was also impacted by the fact that the Fund NAV is applying a dilution levy which leads to daily fluctuation based on inflows and or outflows on the respective business day.

### Performance

#### Investment Objective

The Fund seeks to track the return of the Index before the deduction of charges.

#### UBS Sterling Corporate Bond Indexed Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B95J1785	1.70	1.74	4.42	4.65	n.a.	3.95
C inc	GB00B9LD6X50	1.71	1.74	4.42	4.65	n.a.	3.95
J inc	GB00B9B72F12	1.75	1.74	4.61	4.65	4.02	3.95
K acc	GB00B9D6WC36	1.84	1.74	4.59	4.65	4.05	3.95

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

Across all periods the Fund achieved its objectives and outperformed the benchmark on a gross of fee basis. On a net of fee basis, the Fund's performance marginally lagged the benchmark on a 3-year basis driven by fees and transaction costs, which do not impact the Index.

### Actions

No action is needed.

## UBS S&P 500 Index Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★★	★★★	★★★ ↓	★★★	★★★★	★★★★
C inc	★★★	★★★★	★★★	★★★ ↓	★★★	★★★★	★★★★
J acc	★★★	★★★★	★★★	★★★ ↓	n/a	★★★★	★★★★
J inc	★★★	★★★★	★★★	★★★ ↓	n/a	★★★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS S&P 500 Index Fund (the "Fund") has provided excellent value to clients. The Fund has tracked the return of the S&P 500 Index (the "Index") over all time periods measured.

### Performance

#### Investment Objective

The Fund seeks to track the return of the Index before the deduction of charges.

#### UBS S&P 500 Index Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BMN91T34	25.50	25.34	16.45	16.25	16.41	16.20
C inc	GB00BMN91V55	25.50	25.34	16.44	16.25	16.39	16.20
J acc	GB00BMN91W62	25.49	25.34	16.50	16.25	16.44	16.20
J inc	GB00BMN91X79	25.49	25.34	16.44	16.25	16.40	16.20

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

Across all relevant periods the Fund achieved its objective and performed in line with the Index on a net and gross of fee basis, while remaining well within tracking error limits.

### Actions

No action is needed.

## UBS Global Strategic Bond Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★
C inc	★★★	★★★	★★★	★★★ ↓	★★★★ ↑	★★★★	★★★★
K acc	★★★	★★★	★★★	★★★★	n/a	★★★★	★★★★
R acc	★★★	★★★	★★★	★★★ ↓	n/a	n/a	★★★★
R inc	★★★	★★★	★★★	★★★ ↓	n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Global Strategic Bond Fund (the "Fund") has provided good value to clients across share classes. This Fund has only been in operation for two years, so it does not have a long enough history to assess performance relative to investment objectives, although we have reviewed all share class performance since inception and will continue to monitor performance to ensure the Fund is on track to meet its longer term objectives.

### Performance

#### Investment Objective

The Fund aims to generate income and grow the value of your investment over the medium to long term (5 years).

#### UBS Global Strategic Bond Fund – Benchmark

Share Class	ISIN	% yield	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BFYY5N04	1.85	5.54	n.a.	n.a.	n.a.	n.a.	n.a.
C inc	GB00BFYY5P28	1.85	5.55	n.a.	n.a.	n.a.	n.a.	n.a.
K acc	GB00BFYY5Q35	1.85	6.17	n.a.	n.a.	n.a.	n.a.	n.a.
R acc	GB00BKBY6576	1.85	6.12	n.a.	n.a.	n.a.	n.a.	n.a.
R inc	GB00BKBY6683	1.85	6.42	n.a.	n.a.	n.a.	n.a.	n.a.

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund generated a positive absolute return on both a gross and net of fee basis. Over the period under review, duration management, sector allocation to government, corporate and emerging market bonds as well as active currency management contributed to performance.

#### Actions

No action is needed.

## UBS US Growth Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★	★★★	★★★	★★★	★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

### Summary

Overall, the UBS US Growth Fund (the "Fund") has provided moderate value to clients. The Fund has partially met its investment objectives. It has delivered positive absolute returns, and outperformed the Russell 1000 Growth Index (the "Benchmark") over 5 years, but underperformed the slightly over 1 and 3 years. We will continue to monitor the Fund closely although we note that both the Fund and the growth benchmark that the Fund is measured against achieved particularly strong returns relative to broader US equity indices over the longer 3 and 5 year time periods.

We will review the benchmark that the Fund is measured against. We will review the OCF of the C share class to ensure that the fees we charge are in line with other comparable services that we provide.

### Performance

#### Investment Objective

The Fund aims to grow the value of your investment and outperform the Benchmark after charges over the medium to long term (3 to 5 years).

#### UBS US Growth Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B7VHZX64	26.44	27.45	22.11	23.27	22.88	22.85

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund has delivered positive absolute returns, outperformed the Benchmark over 5 years and outperformed the broad US equity market, but underperformed its Growth Benchmark over shorter 1 and 3 years periods measured here.

Fund performance over the twelve months to end June 2021 was positive albeit lagging the Benchmark, net of fees, and remains moderately behind this over three years. The fund continues to attract investors and has significantly grown over the past two years highlighting the excellent absolute returns.

### Actions

We will review the benchmark that the Fund is measured against. We will review the OCF of the C share class to ensure that the fees we charge are in line with other comparable services that we provide.

## UBS FTSE RAFI Developed 1000 Index Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★
E acc	★★★	★★★	★★★	★★★★	n/a	n/a	★★★★
J inc	★★★	★★★★	★★★	★★★ ↓	n/a	★★★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS FTSE RAFI Developed 1000 Index Fund (the "Fund") has provided good value to clients. The Fund has tracked the return of the FTSE RAFI Developed 1000 Total Return Net GBP – QSR Index (the "Index") over all time periods measured. Where share classes have a short history, we have reviewed performance since inception and will continue to monitor these share classes.

### Performance

#### Investment Objective

The Fund seeks to track the return of the Index before the deduction of charges.

#### UBS FTSE RAFI Developed 1000 Index Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BX9C1L56	30.40	30.39	8.93	8.87	n.a.	11.25
E acc	GB00BL2F1J52	30.58	30.39	n.a.	8.87	n.a.	11.25
J inc	GB00BYNNWN07	30.53	30.39	8.99	8.87	n.a.	11.25

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

Across all relevant periods the Fund achieved its objective and performed in line with the Index on a net and gross of fee basis, while remaining well within tracking error limits.

### Actions

No action is needed.



## UBS MSCI World Minimum Volatility Index Fund

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★	★★★	★★★ ↓	★★★ ↑	★★★★	★★★★
E acc	★★★	★★★	★★★	★★★★	n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS MSCI World Minimum Volatility Index Fund (the "Fund") has provided good value to clients. The Fund has tracked the return of the MSCI World Minimum Volatility (GBP) Index (the "Index") over all time periods measured. Where share classes have a short history, we have reviewed performance since inception and will continue to monitor these share classes.

### Performance

#### Investment Objective

The Fund seeks to track the return of the Index before the deduction of charges.

#### UBS MSCI World Minimum Volatility Index Fund – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BX9C1N70	7.83	7.48	n.a.	7.39	n.a.	7.28
E acc	GB00BL2F1K67	7.81	7.48	n.a.	7.39	n.a.	7.28

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

Across all relevant periods the Fund achieved its objective and performed in line with the Index on a net and gross of fee basis, while remaining well within tracking error limits.

### Actions

No action is needed.

## UBS Global Allocation Fund (UK)

### Assessment of Value summary

Share Class	Quality of service	Performance	AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★ ↓	★★★	★★★	★★★★ ↑	★★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Global Allocation Fund (UK) (the "Fund") has provided good value to clients. The Fund has met its objective of providing growth over the medium to long term. We will continue to monitor performance.

### Performance

#### Investment Objective

The Fund aims to grow the value of your investment over the medium to long term (3 to 5 years).

UBS Global Allocation Fund (UK) – Benchmark (Comparator) 40% MSCI ACWI Index, 20% MSCI ACWI Index hedged to GBP and 40% FTSE World Government Bond Index hedged to GBP

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B4MGDQ07	18.10	15.57	4.81	9.30	7.55	8.91

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund has met its objective to provide growth over the medium to long term, with positive absolute returns after fees. Although the Fund met its primary objective, we also reviewed performance against the comparator and noted that the C share class outperformed against this comparator over 1 year but under-performed over 3 and 5-years.

The investment philosophy of the Fund, and the positions it has taken as a result, underperformed on a trailing 3-year basis, in part, due to the impact of Covid-19 on markets. Looking over shorter time periods, many of the drivers of underperformance on a trailing 3-year basis have been rewarded over the last 12 months, such as a bias towards value equities, emerging market equities, and active currency views.

### Actions

No action is needed.

## UBS Multi-Asset Income Fund

### Assessment of Value summary

Share Class	Quality of service	Performance		AFM costs – general	Economies of scale	Comparable market rates	Comparable services	Classes of units
C acc	★★★	★★★★ ↑	★★★	★★★	★★★	★★★	★★★★	★★★★
C inc	★★★	★★★★ ↑	★★★	★★★	★★★	★★★	★★★★	★★★★
L acc	★★★	★★★★ ↑	★★★	★★★	★★★	n/a	★★★★	★★★★
L inc	★★★	★★★★ ↑	★★★	★★★	★★★	n/a	★★★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Multi-Asset Income Fund (the "Fund") has provided excellent value to clients across share classes. The Fund has met its objective of achieving an income return of 3% per annum above 1 month GBP Libor in any 12 month period.

The FCA mandated that LIBOR and all related LIBOR usage must cease by the end of 2021. In May 2021, we wrote to clients to highlight a change to the Investment Objective of the Fund. Effective 30 July 2021 the Investment Objective is as follows "The Fund aims to achieve an income return of 1 month compounded SONIA +3% in any 12 month period.

### Performance

#### Investment Objective

The Fund aims to achieve an income return of 3% per annum above 1 month GBP Libor in any 12 month period.

#### UBS Multi-Asset Income Fund – Benchmark

Share Class	ISIN	% yield	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00B7SQL276	4.76	9.66	n.a.	3.85	n.a.	3.35	n.a.
C inc	GB00B804TT93	4.76	9.68	n.a.	3.87	n.a.	3.35	n.a.
L acc	GB00BB0R2V23	4.76	9.85	n.a.	4.00	n.a.	3.49	n.a.
L inc	GB00BB0R2W30	4.76	9.86	n.a.	4.00	n.a.	3.49	n.a.

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund met its primary investment objective of delivering an income return of 3% per annum above 1 month GBP Libor over all time periods measured.

Against the backdrop of a low yield environment and meagre cash rates globally, meeting this objective required the Investment Manager to bear exposure to a range of higher yielding risk assets. A preference for equities and lower grade credits, with limited exposure to government bonds was rewarded on a trailing 12-month basis, as pandemic disruption waned and global economic activity normalised, supported by expansionary monetary and fiscal policy.

### Actions

No action is needed.

## UBS Multi Asset Defensive Growth Fund (GBP)

### Assessment of Value summary

Share Class	Quality of service		Performance	AFM costs – general	Economies of scale		Comparable market rates		Comparable services	Classes of units
C acc	★★★	↑	★	★★★	★★★	↓	★★★★	↑	★★★★	★★★★
K acc	★★★	↑	★	★★★	★★★★		n/a		n/a	★★★★
R acc	★★★	↑	★	★★★	★★★	↓	n/a		n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Multi Asset Defensive Growth Fund (GBP) (the "Fund") has provided moderate value to clients across share classes.

The ACD reviewed the performance and considered the anticipated size of the Fund once the seed capital has been repaid. The ACD concluded there would be insufficient remaining assets to continue managing the Fund and informed clients in August 2021 of the intention to close the Fund effective 9 November 2021.

### Performance

#### Investment Objective

The Fund aims to grow the value of your investment over the longer term (5-10 years). The Fund employs a systematic rule based risk management approach with the aim of reducing losses.

#### UBS Multi Asset Defensive Growth Fund (GBP) – Benchmark

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BGV5W987	0.71	n.a.	n.a.	n.a.	n.a.	n.a.
K acc	GB00BGV5WB05	1.16	n.a.	n.a.	n.a.	n.a.	n.a.
R acc	GB00BKMDQ752	0.95	n.a.	n.a.	n.a.	n.a.	n.a.

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund only has a two-year track record. Given the investment objective target of a 5–10-year time frame, we feel this is too short a period to form a meaningful view of value.

The Fund has a dual objective of growth over the longer-term and reducing losses in the face of market turbulence. The approach to mitigating losses worked well during 2020 however this expended much of the Fund's risk budget, preventing the Fund from participating meaningfully in strong market performance over the last 12-months. From a growth perspective the Fund underperformed over the period in review.

### Actions

The ACD informed clients in August 2021 of the intention to close the Fund effective 9 November 2021.

## UBS Global Diversified Income Fund

### Assessment of Value summary

Share Class	Quality of service		Performance	AFM costs – general	Economies of scale		Comparable market rates	Comparable services	Classes of units
C acc	★★★	↑	★★★	★★★	★★★	↓	★★★	★★★★	★★★★
C inc	★★★	↑	★★★	★★★	★★★	↓	★★★	★★★★	★★★★
K acc	★★★	↑	★★★	★★★	★★★★		n/a	n/a	★★★★
R acc	★★★	↑	★★★	★★★	★★★	↓	n/a	n/a	★★★★
R inc	★★★	↑	★★★	★★★	★★★	↓	n/a	n/a	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Global Diversified Income Fund (the "Fund") has provided good value to clients across share classes. The Fund has only been in operation for two years, so it does not have a long enough history to assess performance relative to investment objectives, although it did achieve the objectives over this shorter time period. We reviewed all share class performance since inception and will continue to monitor performance to ensure the Fund is on track to meet its longer term objectives.

### Performance

#### Investment Objective

The Fund aims to achieve an income of 4.5% in any 12 months period.

#### UBS Global Diversified Income Fund – Benchmark

Share Class	ISIN	% yield	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BG1TL829	5.12	14.07	n.a.	n.a.	n.a.	n.a.	n.a.
C inc	GB00BG1TL936	5.48	14.04	n.a.	n.a.	n.a.	n.a.	n.a.
K acc	GB00BG1TLB53	5.09	14.74	n.a.	n.a.	n.a.	n.a.	n.a.
R acc	GB00BKMDQ539	4.63	14.54	n.a.	n.a.	n.a.	n.a.	n.a.
R inc	GB00BKMDQ646	4.98	14.38	n.a.	n.a.	n.a.	n.a.	n.a.

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund only has a two-year track record. The Fund has achieved its investment objective in this time period. The Fund has also delivered capital growth during this period.

The Fund met its primary investment objective of delivering an income of 4.5% p.a. A preference for equities and lower grade credits, with limited exposure to government bonds was rewarded on a trailing 12-month basis, as pandemic disruption waned and global economic activity normalised, supported by expansionary monetary and fiscal policy.

### Actions

No action is needed.

# UBS Global Enhanced Equity Income Fund

## Assessment of Value summary

Share Class	Quality of service		Performance	AFM costs – general	Economies of scale		Comparable market rates		Comparable services	Classes of units
C acc	★★	↓	★★	★★★	★★★	↓	★★★★	↑	★★★★	★★★★
C inc	★★	↓	★★	★★★	★★★	↓	★★★★	↑	★★★★	★★★★

Source: UBS Asset Management. Data as at September 2021.

Where ratings have increased or decreased from our 2020 Assessment, we have used ↑ / ↓ to denote these changes.

### Summary

Overall, the UBS Global Enhanced Equity Income Fund (the "Fund") has provided moderate value to clients. Across all periods the Fund achieved its primary investment objective in that it delivered an income return significantly greater than that of its benchmark. It has however underperformed the total return of the index.

Given the very high levels of income generated relative to a weaker capital return, we are reviewing the objective and the investment process to ensure that income and total return outcomes are aligned to client expectations.

Our analysis of Quality of service showed us that there were challenges for this Fund in terms of timeliness of NAV calculations. While this did not negatively impact the KPIs overall, we will review more closely and address. Also, the income information provided in the Factsheet for the fund was not displayed clearly and this was remedied during the review period.

### Performance

#### Investment Objective

The Fund aims to generate at least 110% of the income of the MSCI ACWI Index (GBP-hedged) before the deduction of charges in any 12 month period.

#### UBS Global Enhanced Equity Income Fund – Benchmark

Share Class	ISIN	% yield	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
C acc	GB00BLORSN63	8.90	18.82	n.a.	3.33	n.a.	4.23	n.a.
C inc	GB00BLORSP87	9.38	18.80	n.a.	3.33	n.a.	4.23	n.a.

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.

#### Comments on Performance

The Fund has achieved its primary objective, which is to generate a higher level of income than the Index, and delivered strong absolute returns over the past year

### Actions

We will review more closely and address the timeliness of NAV calculations. We will review the Investment Objective, Benchmark and Investment Process to ensure that income and total return outcomes are aligned to client expectations.

## Summary of actions Assessment of Value

Consideration / fund / share class	2021 Rating	Action	Status
<b>Quality of service</b>			
UBS Multi Asset Defensive Growth Fund (GBP)	★★★	Our analysis of Quality of service showed us that there were challenges for this Fund in terms of timeliness and accuracy of NAV calculations. While this did not negatively impact the KPIs overall, this is an area we will review more closely and address.	Frequency of KPI review was updated to weekly. No further NAV issues reported for the Fund. <b>2020 action closed</b>
UBS Global Diversified Income Fund	★★★	Our analysis of Quality of service showed us that there were challenges for this Fund in terms of timeliness and accuracy of NAV calculations. While this did not negatively impact the KPIs overall, this is an area we will review more closely and address.	Frequency of KPI review was updated to weekly. No further NAV issues reported for the Fund. <b>2020 action closed</b>
UBS Global Enhanced Equity Income Fund	★★	Our analysis of Quality of service showed us that there were challenges for this Fund in terms of timeliness of NAV calculations. While this did not negatively impact the KPIs overall, we will review more closely and address. Also, the income information provided in the Factsheet for the fund was not displayed clearly and this was remedied during the review period.	<b>New action</b>
<b>Performance</b>			
UBS UK Opportunities Fund	n.a.	The Fund was merged into the UBS UK Equity Income Fund in November 2020.	<b>2020 action closed</b>
UBS Global Optimal Fund	★★★	The ACD contacted clients to provide further information on the ongoing review of the Fund. Although the Fund's performance has improved since the 2020 assessment, we will undertake a further review of the investment approach.	<b>Updated action</b>
UBS US Equity Fund	★★	We have changed the portfolio manager at the end of August 2020, which we believe will significantly improve performance.	We have seen a significant improvement in performance. <b>2020 action closed</b>
UBS UK Equity Income Fund	★★	While the performance of this Fund is disappointing, we believe it is within the ranges expected from this type of manager and Fund and we continue to closely monitor the Fund with the aim to improve the outcome for clients.	The Fund has seen a strong recovery in performance as value stocks have recovered well during the post-pandemic recovery. <b>2020 action closed</b>
UBS US Growth Fund	★★	We will review the benchmark that the Fund is measured against.	<b>New action</b>
UBS Multi Asset Defensive Growth Fund	★	After an extensive review, we contacted clients to inform them of the decision to close the Fund effective 9 November 2021.	The Fund will close effective 9 November 2021
UBS Global Enhanced Equity Income Fund	★★	We will review the Investment Objective, Benchmark and Investment Process to ensure that income and total return outcomes are aligned to client expectations.	<b>Updated action</b>
<b>Authorised Fund Manager costs – general</b>			
		No specific actions are needed	
<b>Economies of scale</b>			
UBS Global Emerging Markets Equity Fund	★★	We will undertake a further review of the Fund to investigate if there are economies of scale that could be passed on to clients in the J acc share class.	<b>New action</b>
<b>Comparable market rates</b>			
UBS Corporate Bond UK Plus Fund C share class	★★★★	We noted that both the C share classes were more expensive than the market average, and we are reviewing the OCF.	The OCF of the C share class was reduced effective May 2021. <b>2020 action closed</b>
UBS Sterling Corporate Bond Indexed Fund C share class	★★★★	We noted that both the C share classes were more expensive than the market average, and we are reviewing the OCF.	The OCF of the C share class was reduced effective May 2021. <b>2020 action closed</b>
UBS Global Strategic Bond Fund C share class	★★★★	We noted that both the C share classes were more expensive than the market average, and we are reviewing the OCF.	The OCF of the C share class was reduced effective May 2021. <b>2020 action closed</b>
UBS FTSE RAFI Developed 1000 Index Fund C share class	★★★★	We have agreed to reduce the OCF of this share class and implement the change during this calendar year.	The OCF of the C share class was reduced effective November 2020. <b>2020 action closed</b>
UBS MSCI World Minimum Volatility Index Fund C share class	★★★★	We have agreed to reduce the OCF of this share class and implement the change during this calendar year.	The OCF of the C share class was reduced effective November 2020. <b>2020 action closed</b>
UBS Global Optimal Fund	★★	We noted that the C share class was more expensive than the market average, we will review the OCF of this share class.	<b>New action</b>
<b>Comparable services</b>			
UBS US Equity Fund	★★	We will review the OCF of the C share class to ensure that the fees we charge are in line with other comparable services that we provide.	<b>New action</b>
UBS US Growth Fund	★★	We will review the OCF of the C share class to ensure that the fees we charge are in line with other comparable services that we provide.	<b>New action</b>
<b>Classes of units</b>			
Global Emerging Market Equity J share class	★★★★	We will review the charges applied to the J acc share class and will continue pro-active client engagement to improve the clarity of delineation between share classes.	Clients were informed of a reduction to the Annual AMC applied to the J acc share class effective March 2021. <b>2020 action closed</b>

## Appendix I

### Net Performance overview all share classes

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
<b>UBS Investment Funds ICVC</b>							
<b>UBS Global Emerging Markets Equity Fund – Benchmark: FTSE All-World Emerging Index</b>							
C acc	GB00B7L34154	28.66	24.26	11.67	10.10	15.81	11.79
J acc	GB0031098741	28.63	24.26	11.51	10.10	15.62	11.79
K acc	GB00B28Z6802	29.58	24.26	12.43	10.10	16.64	11.79
<b>UBS Global Optimal Fund – Benchmark: MSCI All Country World Index</b>							
C acc	GB00B89NPX39	27.02	25.10	11.32	13.41	14.70	14.45
<b>UBS US Equity Fund – Benchmark: Russell 1000</b>							
C acc	GB00B7V68L26	32.09	27.97	15.13	17.37	16.72	17.22
<b>UBS Corporate Bond UK Plus Fund – Benchmark: Markit iBoxx GBP Non-Gilt Index</b>							
C acc	GB00B74WDR86	3.93	1.74	5.57	4.65	4.84	3.95
C inc	GB00B7KDDZ32	3.91	1.74	5.57	4.65	4.84	3.95
K acc	GB00B1QK7Q59	4.45	1.74	6.21	4.65	5.48	3.95
<b>UBS UK Equity Income Fund – Benchmark: FTSE All Share Total Return</b>							
C acc	GB00B4W58959	30.47	21.45	-4.37	2.05	4.69	6.48
C inc	GB00B8034464	30.47	21.45	-4.37	2.05	4.68	6.48
K acc	GB00BF4J3C04	31.46	21.45	n.a.	2.05	n.a.	6.48
K inc	GB00BF4J3F35	31.48	21.45	n.a.	2.05	n.a.	6.48
<b>UBS Sterling Corporate Bond Indexed Fund – Benchmark: iBoxx £ Non Gilt Overall TR Index</b>							
C acc	GB00B95J1785	1.70	1.74	4.42	4.65	n.a.	3.95
C inc	GB00B9LD6X50	1.71	1.74	4.42	4.65	n.a.	3.95
J inc	GB00B9B72F12	1.75	1.74	4.61	4.65	4.02	3.95
K acc	GB00B9D6WC36	1.84	1.74	4.59	4.65	4.05	3.95
<b>UBS S&amp;P 500 Index Fund - Benchmark: S&amp;P 500 Net Total Return Index</b>							
C acc	GB00BMN91T34	25.50	25.34	16.45	16.25	16.41	16.20
C inc	GB00BMN91V55	25.50	25.34	16.44	16.25	16.39	16.20
J acc	GB00BMN91W62	25.49	25.34	16.50	16.25	16.44	16.20
J inc	GB00BMN91X79	25.49	25.34	16.44	16.25	16.40	16.20
<b>UBS Global Strategic Bond Fund – Benchmark: n.a.</b>							
C acc	GB00BFY5N04	5.54	n.a.	n.a.	n.a.	n.a.	n.a.
C inc	GB00BFY5P28	5.55	n.a.	n.a.	n.a.	n.a.	n.a.
K acc	GB00BFY5Q35	6.17	n.a.	n.a.	n.a.	n.a.	n.a.
R acc	GB00BKBY6576	6.12	n.a.	n.a.	n.a.	n.a.	n.a.
R inc	GB00BKBY6683	6.42	n.a.	n.a.	n.a.	n.a.	n.a.
<b>UBS Investment Funds ICVC II</b>							
<b>UBS US Growth Fund – Benchmark: Russell 1000 Growth Index</b>							
C acc	GB00B7VHZX64	26.44	27.45	22.11	23.27	22.88	22.85
<b>UBS FTSE RAFI Developed 1000 Index Fund – Benchmark: FTSE RAFI Developed 1000 Total Return Net GBP - QSR Index</b>							
C acc	GB00BX9C1L56	30.40	30.39	8.93	8.87	n.a.	11.25
E acc	GB00BL2F1J52	30.58	30.39	n.a.	8.87	n.a.	11.25
J inc	GB00BYNNWN07	30.53	30.39	8.99	8.87	n.a.	11.25
<b>UBS MSCI WORLD MINIMUM VOLATILITY INDEX FUND – Benchmark: MSCI World Minimum Volatility GBP Index</b>							
C acc	GB00BX9C1N70	7.83	7.48	n.a.	7.39	n.a.	7.28
E acc	GB00BL2F1K67	7.81	7.48	n.a.	7.39	n.a.	7.28

These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management. Reference Index in currency of share class (without costs). Data as at 30 June 2021. Performance data is shown after fees (net return).

Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and are not guaranteed. Investors may not get back the amount originally invested. Changes in rates of exchange may cause the value of this investment to fluctuate.



Net Performance overview all share classes (continued)

Share Class	ISIN	1 year	Benchmark	3 year an.	Benchmark	5 year an.	Benchmark
<b>UBS Investment Funds ICVC III</b>							
UBS Global Allocation Fund – Benchmark: (Comparator) 40% MSCI ACWI Index, 20% MSCI ACWI Index hedged to GBP and 40% FTSE World Government Bond Index hedged to GBP							
C acc	GB00B4MGDQ07	18.10	15.57	4.81	9.30	7.55	8.91
<b>UBS Multi-Asset Income Fund – Benchmark: n.a.</b>							
C acc	GB00B75QL276	9.66	n.a.	3.85	n.a.	3.35	n.a.
C inc	GB00B804TT93	9.68	n.a.	3.87	n.a.	3.35	n.a.
L acc	GB00BB0R2V23	9.85	n.a.	4.00	n.a.	3.49	n.a.
L inc	GB00BB0R2W30	9.86	n.a.	4.00	n.a.	3.49	n.a.
<b>UBS Multi Asset Defensive Growth Fund (GBP) – Benchmark: n.a.</b>							
C acc	GB00BGV5W987	0.71	n.a.	n.a.	n.a.	n.a.	n.a.
K acc	GB00BGV5WB05	1.16	n.a.	n.a.	n.a.	n.a.	n.a.
R acc	GB00BKMDQ752	0.95	n.a.	n.a.	n.a.	n.a.	n.a.
<b>UBS Global Diversified Income Fund – Benchmark: n.a.</b>							
C acc	GB00BG1TL829	14.07	n.a.	n.a.	n.a.	n.a.	n.a.
C inc	GB00BG1TL936	14.04	n.a.	n.a.	n.a.	n.a.	n.a.
K acc	GB00BG1TLB53	14.74	n.a.	n.a.	n.a.	n.a.	n.a.
R acc	GB00BKMDQ539	14.54	n.a.	n.a.	n.a.	n.a.	n.a.
R inc	GB00BKMDQ646	14.38	n.a.	n.a.	n.a.	n.a.	n.a.
<b>UBS Investment Funds ICVC V</b>							
UBS Global Enhanced Equity Income Fund - Benchmark: n.a.							
C acc	GB00BLORSN63	18.82	n.a.	3.33	n.a.	4.23	n.a.
C inc	GB00BLORSR87	18.80	n.a.	3.33	n.a.	4.23	n.a.

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