

UBS Medium Term Bond (USD) I-B-dist

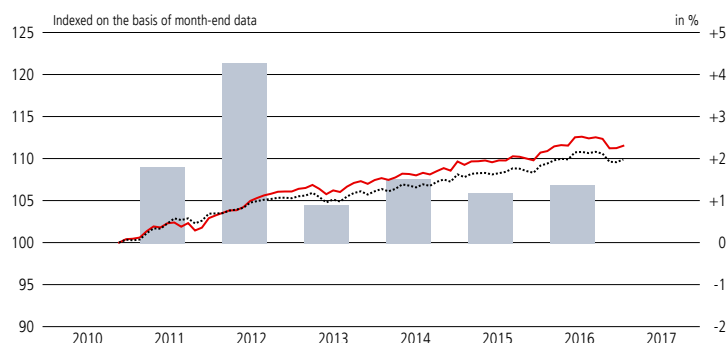
Fund Fact Sheet

UBS Bond Funds > UBS Classic Bond Funds > Medium Term

Fund description

- The fund's investments are broadly diversified within USD bonds that predominantly have investment-grade ratings.
- Interest-rate fluctuations may be exploited using active duration management.
- The average duration stands at around 2.5 years.
- The investment objective is to generate an attractive return in line with the market.

Performance (basis USD, net of fees)¹



— Indexed fund performance net of fees (left-hand scale)
— Fund performance per year in % net of fees (right-hand scale)
..... Benchmark (left-hand scale)

Name of fund	UBS (Lux) Medium Term Bond Fund - USD
Share class	UBS (Lux) Medium Term Bond Fund - USD I-B-dist
ISIN	LU0441497533
Bloomberg	UBSMTII LX
Currency of fund	USD
Currency of share class	USD
Fund type	open-end
Launch date	15.12.2010
Total expense ratio (TER) p.a. ¹	0.09%
Issue/redemption	daily
Swing pricing	Yes
Accounting year end	28 February
Benchmark	Citigroup Eurodollar Bond AA- or Better - 1-5 years
Theoretical yield to maturity (net)	1.82%
Modified duration	2.55
Average remaining maturity (years)	2.64
Distribution	May
Last distribution 06.05.2016	USD 1.94
Management fee p.a.	0.00%
Minimum investment	—

¹ as at 29.02.2016

Fund Statistics

Net asset value (USD, 31.01.2017)	97.87
Last 12 months (USD) – high	99.93
– low	97.20
Total fund assets (USD m)	232.28
Share class assets (USD m)	2.19

in %	1 year	3 years	5 years	Ø p.a. 3 years	Ø p.a. 5 years
Portfolio (USD)	0.73	3.80	8.37	1.25	1.62
Benchmark ²	0.66	3.57	6.22	1.18	1.21

¹ These figures refer to the past. Past performance is not a reliable indicator of future results. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming units. Source for all data and charts (if not indicated otherwise): UBS Asset Management

² Reference Index in currency of share class (without costs)

in %	08.2016	09.2016	10.2016	11.2016	12.2016	01.2017
Portfolio (USD)	-0.18	0.12	-0.17	-0.99	0.02	0.25
Benchmark	-0.13	0.13	-0.20	-0.86	-0.05	0.28

Key Figures

	2 years	3 years	5 years
Beta	1.10	1.07	1.06
Correlation	0.99	0.98	0.97
Volatility ¹			
– Portfolio	1.34%	1.30%	1.22%
– Benchmark	1.20%	1.19%	1.12%
Tracking error (ex post)	0.25%	0.27%	0.30%
Information ratio	0.13%	0.28%	1.36%
Sharpe ratio	0.24	0.64	1.05
Risk free rate	0.53%	0.41%	0.34%
R2	0.97	0.96	0.94

¹ Annualised standard deviation

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Credit quality (%)

	Portfolio	Deviation from index
AAA	44.06	-16.6
AA	43.93	+4.5
A	11.08	+11.1
BBB	0.26	+0.3
BB and lower	0.00	
Cash	0.67	+0.7

Sector exposure (%)

	Portfolio	Deviation from index
Government Related	34.86	-7.5
Corporates – Financial	20.07	+10.9
Corporates – Industrial	18.76	+0.2
Sovereign/ Supranational	14.80	-14.8
Collateralized	10.84	+10.4
Cash	0.67	+0.7
Treasuries	0.00	
Corporates – Utility	0.00	

Structure of maturities (%)

	Portfolio	Deviation from index
Until 1 year	19.57	+17.1
1–3 years	59.76	-5.1
3–5 years	20.67	-12.1
5–7 years	0.00	
7–10 years	0.00	
More than 10 years	0.00	

10 largest positions (%)

	Portfolio
Federal Home Loan Mortgage Corp	6.59
European Investment Bank	5.44
Kreditanstalt fuer Wiederaufbau	5.16
Royal Bank of Canada	4.68
International Bank for Reconstruction & Development	3.77
Corp Andina de Fomento	3.03
National Australia Bank Ltd	2.88
State of North Rhine-Westphalia	2.61
Apple Inc	2.58
Chevron Corp	2.18

Key benefits

- Clients benefit from a broadly diversified USD bond portfolio offering attractive return potential.
- The fund combines active duration and yield-curve management with sector and security selection.
- The portfolio is subject to strict risk management processes.
- The return potential is higher than that of a money market fund, but the risk is lower than for long-term bond funds.

Risks

Changes in interest rates have an effect on the value of the portfolio. Medium-term investments are subject to fluctuations in value that are greater than money market instruments but less than long-term bonds. This requires corresponding risk tolerance and capacity. All investments are subject to market fluctuations. Every Fund has specific risks, which can significantly increase under unusual market conditions. The fund can use derivatives, which may result in additional risks (particularly counterparty risk).

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