

Product Key Facts

UBS (HK) Fund Series – China Opportunity Equity (USD)

Manager: UBS Asset Management (Hong Kong) Limited

August 2022

<p><i>This statement provides you with key information about this product.</i> <i>This statement is a part of the offering document.</i> <i>You should not invest in this product based on this statement alone.</i></p>		
Quick Facts		
Manager:	UBS Asset Management (Hong Kong) Limited	
Investment Manager(s):	The Manager may delegate its investment management functions internally to one or more qualified UBS entities acceptable to the SFC	
Trustee and Registrar:	HSBC Institutional Trust Services (Asia) Limited	
Dealing frequency:	Daily (a business day on which banks in Hong Kong are open for normal banking business)	
Base currency:	USD	
Unit classes available:	Class A USD-acc, Class A HKD-acc, Class K-1 USD-acc, Class K-1 HKD-acc, Class Q USD-acc, Class Q USD-mdist, Class Q HKD-acc, Class Q HKD-mdist	
Dividend policy:	Class A USD-acc, Class A HKD-acc, Class K-1 USD-acc, Class K-1 HKD-acc, Class Q USD-acc, Class Q HKD-acc	Accumulating (no distribution of dividend, income will be reinvested for this class, if any)
	Class Q USD-mdist*, Class Q HKD-mdist*	Distributing monthly (the Manager will decide whether and to what extent distributions are to be declared and paid)
Ongoing charges over a year:	Class A USD-acc	2.40%**
	Class A HKD-acc	2.40%**
	Class K-1 USD-acc	1.77%^
	Class K-1 HKD-acc	1.77%^
	Class Q USD-acc	1.52%^
	Class Q USD-mdist	1.52%^
	Class Q HKD-acc	1.52%^
	Class Q HKD-mdist	1.52%^
Financial year end of the Sub-Fund	31 December	
Minimum investment:	<u>Initial:</u> Class A USD: US\$2,500 (or its equivalent in any other freely convertible currency) Class A HKD: HK\$2,500 (or its equivalent in any other	

freely convertible currency)

Class K-1 USD: US\$5,000,000 (or its equivalent in any other freely convertible currency)

Class K-1 HKD: HK\$40,000,000 (or its equivalent in any other freely convertible currency)

Class Q USD***: US\$2,500 (or its equivalent in any other freely convertible currency)

Class Q HKD***: HK\$2,500 (or its equivalent in any other freely convertible currency)

Additional:

Class A USD: US\$1,000 (or its equivalent in any other freely convertible currency)

Class A HKD: HK\$1,000 (or its equivalent in any other freely convertible currency)

Class K-1 USD: the investor's subsequent subscription together with his/her current holding of Class K-1 USD Units must be equal to or exceed US\$5,000,000 (or its equivalent in any other freely convertible currency)

Class K-1 HKD: the investor's subsequent subscription together with his/her current holding of Class K-1 HKD Units must be equal to or exceed HK\$40,000,000 (or its equivalent in any other freely convertible currency)

Class Q USD***: US\$1,000 (or its equivalent in any other freely convertible currency)

Class Q HKD***: HK\$1,000 (or its equivalent in any other freely convertible currency)

*Unit classes with "-mdist" in their name may make monthly distributions. They may also make distributions out of capital (this may include inter alia realised and unrealised net gains/losses in net asset value) ("**Capital**"), at the discretion of the Manager, or pay distributions out of gross income while charging/ paying all or part of the Sub-Fund's fees and expenses to/ out of the Capital of the Sub-Fund, resulting in an increase in distributable income for the payment of distributions by the Sub-Fund and therefore, the Sub-Fund may effectively pay distributions out of Capital. Payment of dividends out of Capital and/or effectively out of Capital may result in an immediate reduction in the net asset value ("**NAV**") per unit of the Sub-Fund ("**Unit**").

**The ongoing charges figure is an annualised figure based on expenses for the interim period ended 30 June 2022. The figure may change from year to year.

***Including each distribution unit class (unit classes with "-mdist" in their name) and accumulation unit class (unit classes with "-acc" in their name).

^This figure is an estimate only. This class has not been launched and ongoing charges may vary from year to year. The estimated figure represents the sum of the estimated ongoing expenses chargeable to the class of Units of the Sub-Fund over 12 months expressed as a percentage of the estimated NAV of the class of Units of the Sub-Fund.

What is this product?

UBS (HK) Fund Series – China Opportunity Equity (USD) (the "**Sub-Fund**") is a sub-fund of UBS (HK) Fund Series which is a unit trust established as an umbrella fund under the laws of Hong Kong.

Objective and Investment Strategy

Objective

The investment objective of the Sub-Fund is to achieve high growth with a reasonable level of income, while giving due consideration to capital security and the liquidity of the Sub-Fund's assets. The assets of the Sub-Fund are invested following the principle of risk diversification (i.e., invest in securities of all market capitalization and across different industry sectors).

Strategy

The Sub-Fund will invest primarily (i.e., not less than 70%) of its NAV in equities and warrants of companies which are domiciled in or are chiefly active in all the custom territories of the People's Republic of China ("**Mainland China**"), which are listed or traded outside of Mainland China.

The Sub-Fund's aggregate exposure (whether direct or indirect) to A-Shares and B-Shares may not exceed 20% of its NAV. The Sub-Fund's direct investment in A-Shares may be traded via the securities trading and clearing linked programme with an aim to achieve mutual stock market access between Mainland China and Hong Kong, comprising the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect ("**Stock Connect**") or any other eligible means allowed by the Mainland Chinese regulators (including via Qualified Foreign Investors ("**QFI**")).

The Sub-Fund may also invest in debt instruments with loss-absorption features ("**LAP**") e.g. contingent convertible bonds. These instruments may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger event(s). The Sub-Fund's expected total maximum investments in LAP will be less than 30% of its NAV.

For the avoidance of doubt, the total investments of the Sub-Fund in the Mainland Chinese markets, regardless of any investment channels (including but not limited to the Stock Connect) may not exceed 20% of the NAV of the Sub-Fund.

The Manager does not intend to enter into securities lending transactions, repurchase or reverse repurchase transactions or other similar over-the-counter transactions, on behalf of the Sub-Fund.

Use of derivatives

The Sub-Fund's net derivative exposure may be up to 50% of its NAV.

What are the key risks?

Investment involves risks. Please refer to the offering document for details including the risk factors.

Investment risk:

- The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses. There is no guarantee of the repayment of principal.

Equity market risk:

- The Sub-Fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors.

Risk associated with high volatility of Mainland Chinese equity market:

- High market volatility and potential settlement difficulties in Mainland Chinese equity market may also result in significant fluctuations in the prices of the securities traded on such market and thereby may adversely affect the value of the Sub-Fund.

Concentration risk:

- The Sub-Fund's investments are concentrated in a specific geographical location (i.e., Mainland China). The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.

Emerging market risk:

- The Sub-Fund invests in emerging markets which may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.

Currency risk:

- Underlying investments of the Sub-Fund may be denominated in currencies other than the base currency of the Sub-Fund. Also, a class of Units may be designated in a currency other than the base currency of the Sub-Fund. The NAV of the Sub-Fund may be affected unfavourably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

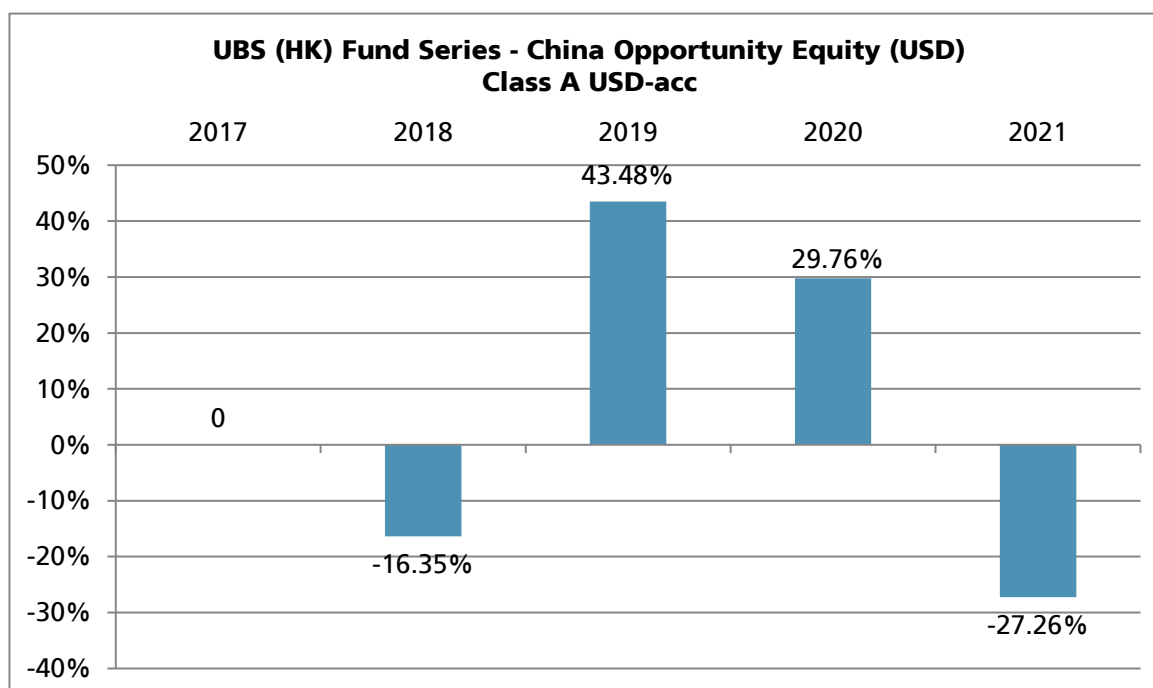
Risks associated with investment in financial derivative instruments ("FDI"):

- Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDI may lead to a high risk of significant loss by the Sub-Fund.

Risk associated with the Stock Connect:

- The relevant rules and regulations on the Stock Connect are subject to change which may have potential retrospective effect. The Stock Connect is subject to quota limitations. Where a suspension in the trading through the programme is effected, the fund's ability to invest in A-Shares or access the Mainland Chinese market through the programme will be adversely affected. In such event, the fund's ability to achieve its investment objective could be negatively affected.

How has the Sub-Fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- These figures show by how much Class A USD-acc increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including

<p>ongoing charges and excluding subscription fee and redemption fee you might have to pay.</p> <ul style="list-style-type: none"> • Class A USD-acc is selected as representative unit class as it is denominated in the Sub-Fund's base currency. • Where no past performance is shown there was insufficient data available in that year to provide performance. • Sub-Fund launch date: 3 March 2017 • Class A USD-acc launch date: 3 March 2017 													
<p>Is there any guarantee?</p> <p>The Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.</p>													
<p>What are the fees and charges?</p> <p><u>Charges which may be payable by you</u> You may have to pay the following fees when dealing in the Units of the Sub-Fund.</p> <table> <tr> <th><u>Fee</u></th><th><u>What you pay</u></th></tr> <tr> <td>Subscription charge:</td><td>Up to 3% of the subscription amount</td></tr> <tr> <td>Conversion fee:</td><td>Up to 1% of the subscription amount</td></tr> <tr> <td>Redemption charge:</td><td>NIL</td></tr> </table>		<u>Fee</u>	<u>What you pay</u>	Subscription charge:	Up to 3% of the subscription amount	Conversion fee:	Up to 1% of the subscription amount	Redemption charge:	NIL				
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<p><u>Ongoing fees payable by the Sub-Fund</u> The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.</p> <table> <tr> <th></th><th>Annual rate (as a % per annum of the NAV of the Sub-Fund) or amount (as the case may be)</th></tr> <tr> <td>Management fee:</td><td>Class A: Up to 1.87%* Class K-1: Up to 1.36%* Class Q: Up to 1.12%*</td></tr> <tr> <td>Trustee fee:</td><td>Up to 0.09%</td></tr> <tr> <td>Registrar fee:</td><td>USD6,000 per annum for the first 50 unitholders and thereafter USD100 per annum per unitholder</td></tr> <tr> <td>Service fee:</td><td>Up to 0.4%*</td></tr> <tr> <td>Performance fee:</td><td>N/A</td></tr> </table> <p>Other Fees</p> <p>You may have to pay other fees and charges when dealing in the Units of the Sub-Fund. The Sub-Fund will also bear the costs which are directly attributable to it, as set out in its Prospectus.</p> <p>* The current annual rate may be increased up to a specified permitted maximum level as set out in the Prospectus by giving one month's prior notice to the investors.</p>			Annual rate (as a % per annum of the NAV of the Sub-Fund) or amount (as the case may be)	Management fee:	Class A: Up to 1.87%* Class K-1: Up to 1.36%* Class Q: Up to 1.12%*	Trustee fee:	Up to 0.09%	Registrar fee:	USD6,000 per annum for the first 50 unitholders and thereafter USD100 per annum per unitholder	Service fee:	Up to 0.4%*	Performance fee:	N/A
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<p>Additional Information</p> <ul style="list-style-type: none"> • You generally buy and redeem Units at the Sub-Fund's next-determined NAV after the Registrar (directly or via the relevant authorised distributor(s)) receives your request in 													

good order on or before 5:00 p.m. (Hong Kong time) on the relevant Dealing Day, being the dealing cut-off time. The relevant authorised distributor(s) may impose different dealing deadlines for receiving subscriptions, redemptions or switching requests from investors. Investors should pay attention to the arrangements of the relevant authorised distributor(s) concerned.

- The NAV of the Sub-Fund is calculated and the price of Units is published each business day (as more particularly defined and described in the Prospectus). They are available online at <https://www.ubs.com/hk/en/asset-management/>*.
- You may obtain past performance information of other unit classes on the website set out above.

*This website has not been reviewed by the SFC.

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.