

Product Key Facts

UBS (HK) Fund Series – Global Select Equity (USD)

Manager:

UBS Asset Management (Hong Kong) Limited

August 2022

This statement provides you with key information about this product.

This statement is a part of the offering document.

You should not invest in this product based on this statement alone.

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 and the United States, are open for normal banking business)	
Base currency:	USD	
Unit classes available:	Class A USD-acc, Class A USD-mdist, Class A HKD-acc, Class A HKD-mdist	
Dividend policy:	Class A USD-acc, Class A HKD-acc	Accumulating (no distribution of dividend, income will be reinvested for this class, if any).
	Class A USD-mdist*, Class A 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, Class A USD-mdist, Class A HKD-acc, Class A HKD-mdist	1.70%
Financial year end of the Sub-Fund	31 December	
Minimum investment:	<u>Initial:</u>	
	Class A USD***: US\$2,500 (or its equivalent in other freely convertible currencies)	
	Class A HKD***: HK\$2,500 (or its equivalent in other freely convertible currencies)	
	<u>Additional:</u>	
	Class A USD***: US\$1,000 (or its equivalent in other freely convertible currencies)	
	Class A HKD***: HK\$1,000 (or its equivalent in other freely convertible currencies)	

*Unit classes with "-mdist" in their name may make monthly distributions. They may also make distributions out of capital (this may include 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**").

**This figure is an estimate only. The Sub-Fund 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.

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

What is this product?

UBS (HK) Fund Series – Global Select 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 provide a total return consisting of capital growth and income via an actively managed concentrated global equity portfolio with focus on stock-specific insights and maintaining diversity across sectors and markets.

Strategy

The Manager intends to build a concentrated portfolio of around 30 to 45 stocks by identifying the best opportunities to add value. The strategy of the Sub-Fund is to identify and select, via the Manager's research resources and use of proprietary systems and processes, those companies which the Manager's assessment of intrinsic value identifies as undervalued by the market, while maintaining diversity across sectors and markets. Once identified, the Sub-Fund will take a significant position in these companies.

The Sub-Fund will invest primarily (i.e. not less than 70% of its NAV) in equities and other equity-like securities, including ordinary shares of listed global equities, listed real estate investment trusts ("**REITs**"), depositary receipts and preferred shares, etc. Further, the Sub-Fund may invest in or acquire rights or warrants to buy ordinary shares, for not more than 15% of its NAV. The Sub-Fund will also invest not more than 15% of its NAV in collective investment schemes, cash and currency instruments.

The Sub-Fund is not intended to focus or limit its exposure on any particular sector, market, industry or company capitalisation, which means the Sub-Fund's largest active positions are in companies where the Manager sees the greatest mispricing and in which the Manager has the most conviction, although the Sub-Fund's investments may, as a result, be concentrated in the stocks of a limited number of companies. Risk is managed by seeking to remain diversified across markets and sectors.

The Sub-Fund may 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.

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 and other equity-like 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 of stocks selection resulting in concentration:

- The Sub-Fund's investments selected by the Manager may be concentrated in the stocks of a limited number of companies. The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.

Risk of investing in REITs:

- The Sub-Fund may invest in REITs. Any dividend policy or dividend payout at the Sub-Fund level may not be representative of the dividend policy or dividend payout of the relevant underlying REIT. The relevant underlying REIT may not necessarily be authorised by the SFC in Hong Kong. Please note that the Sub-Fund is authorised under the SFC's Code on Unit Trusts and Mutual Funds and not under the SFC's Code on Real Estate Investment Trusts. SFC authorisation does not imply official approval or recommendation.

Currency and exchange rate 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 of the Sub-Fund and by changes in exchange rate controls. The currencies of some underlying assets of the Sub-Fund may not be freely convertible and subject to exchange controls and restrictions.

Risks of payment of distributions out of or effectively out of capital:

- Dividends may be paid from capital or effectively out of capital of the Sub-Fund at the discretion of the Manager, which amount to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any such dividends may result in an immediate decrease of the NAV per Unit.

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.

How has the Sub-Fund performed?

- Since the Sub-Fund has not been launched, there is insufficient data to provide a useful

indication of past performance to investors.

Is there any guarantee?

The Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

You may have to pay the following fees when dealing in the Units of the Sub-Fund.

<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

Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % per annum of the NAV of the Sub-Fund) or amount (as the case may be)
Management fee:	Up to 1.5%*
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:	N/A
Performance fee:	N/A

Other Fees

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.

* 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.

Additional Information

- You generally buy and redeem Units at the Sub-Fund's next-determined NAV after the Registrar (directly or via the relevant authorized 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 authorized 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 authorized 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/wholesale.html.

- The compositions of the dividends (i.e. the relative amounts paid out of (i) net distributable income and (ii) Capital) for the last 12 months will be made available by the Manager on request and also on the Sub-Fund's 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.