



Trading Idea IF

UBS USD Corporates Bond Fund

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Our Chief Investment Office (CIO) expects central banks to cut interest rates further in the year ahead, reducing cash returns. Our CIO believes investment grade bonds offer attractive yields and diversified fixed income strategies can also help investors sustain portfolio income.

Managing the fixed income exposure globally and flexible is a very complex task and we recommend delegating to best in class fixed income managers available.

One of our solutions to invest in US Investment Grade bonds is the **UBS USD Corporates Bond Fund**. This solution offers the following characteristics:

- Unconstrained, broadly diversified USD portfolio of corporate bonds
- Invests purely in US investment grade corporate bonds and offers an extended duration
- Aims to capture the return potential of corporate bonds, which is higher than that of government bonds
- Active portfolio management ensures that particular attention is paid to the prevailing economic situation, sector selection and issuers' credit ratings
- Risk is kept in check via meticulous company analysis and broad diversification of the portfolio
- Attractively priced negotiated shareclasses for contracted clients

Risks: The fund invests in fixed income securities which are usually considered as carrying credit risk and changes in interest rates have an effect on the value of the portfolio. This requires corresponding risk tolerance and capacity. Even though the credit quality of the portfolio is primarily investment grade, the default risk is higher with corporate bonds than with government paper. Fund can use derivatives, which may result in additional risks (particularly counterparty risk). This

requires that investors have an appropriate risk tolerance and capacity. All investments are subject to market fluctuations. Additional information about these and other risks can be found in the fund's prospectus and KID. Past performance is no indication of future results.

The above information is for marketing purposes and should not be considered as personal investment advice.

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