Investors can get exposure to selected companies via our Participation Certificates on CIO "Power and Resources" EPL.

CIO "Power and Resources" EPL - Participation Certificates

27 May 2025, 16:44 UTC, written by Cornelius Breuninger

CIO believes there are three transformational innovation opportunities (TRIOs) that will drive equity markets in the coming decade: Artificial intelligence, Power and resources, and Longevity. The Power and resources TRIO focuses on opportunities related to power infrastructure and industrial technology. CIO sees the biggest opportunity today in electrification. In oder to follow CIO`s view, investors can consider the Participation Certificates linked to the "Power and Resources" EPL.

Interested in the Power and Resources theme but unsure which stock to choose? Tap into the UBS Chief Investment Office's (CIO) expertise with active management for guided exposure!

CIO estimates the electrification of our economy will require around USD 3 trillion of annual investment by 2030, driven by AI, EVs, and industrial processes, opening multiple opportunities for investors. AI data center growth in particular should boost electricity needs, as they require additional power and resources and CIO expects major tech firms to spend USD 250 billion in infrastructure investments in 2025.

Rising demand for critical materials like copper and lithium, driven by electrification, may meet supply and geopolitical challenges, pushing up prices. Investors who want to easily access a dynamically adjusted Portfolio with dynamic weightings on equipment, facilitators, utilities and materials companies, have now the opportunity to invest in our Participation Certificates linked to the "Power and Resources" Equity Preference List (EPL) from CIO.

How does the product work?

- The EPL is more exposed to equipment, utilities, facilitators and materials companies which are the next themes in focus from CIO.
- The Participation Certificate dynamically adjusts via rebalancing when UBS CIO adjusts its EPL, ensuring alignment with CIO's latest views and its assessment of the changes in the market.
- 100% participation in the performance of the underlying EPL.
- Issued by UBS, remaining tenor of 7 years (with the possibility to extend at the discretion of UBS).
- Available in the secondary market in USD (CH1388367992), CHF (CH1388367984) and in EUR (CH1388368008) with flexible weights.

Most important risks of the Participation Certificate

- You may lose a significant part or all of your capital invested – The Participation Certificate is not capital protected.
- The potential early redemption of the Participation Certificate may expose you to reinvestment risk.
- Investors are fully exposed to the default risk of the Issuer. In the worst case a default of the Issuer can lead to a loss of the entire invested capital.

For more information about the product and exemplary scenarios analysis, please check the SP Finder* page.

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

I look forward to discussing this interesting investment opportunity with you in more detail.

Important Information:

- *This material has been prepared and issued by UBS AG and/or any of its affiliates ("UBS", "our", "we" and "us"). The securities, derivatives or other financial instruments described herein ("Instruments") may not be eligible for sale in all jurisdictions or to certain categories of investors. This material is for distribution only under such circumstances as may be permitted by applicable law, rules and/or regulations. All communications between you and us may be monitored.*
- *Please click here and read the important information carefully and thoroughly.*
- *This summary was finalized on 27-May-2025 by Global Markets Solutions team, a unit of UBS Switzerland AG, regulated by FINMA in Switzerland, and disseminated by the same Global Market Solutions team for the first time on 27-May-2025.*
- *This material is prepared, in whole or in part, using the Artificial Intelligence tool Co-pilot.*

**This marketing material describes generic product structures only. It can deviate from the specific product features described in this article. It is designed to give you a better understanding of how the product works in general.*