
Notice to unitholders of UBS (Lux) Bond Fund (the "Fund")

The Board of Directors of the Management Company wishes to inform you of the following amendments to the Fund's Sales Prospectus, to be included in the September 2022 version:

1. The sub-fund **UBS (Lux) Bond Fund – CHF** will be renamed **UBS (Lux) Bond Fund – CHF Flexible**. The typical investor profile now reads as follows: *"The actively managed sub-fund is suitable for investors who wish to invest in a diversified portfolio of debt securities and claims, mainly denominated in CHF and issued by international and supranational organisations or private, semi-public or public borrowers."*

The investment policy of the sub-fund has been extensively revised, and now reads as follows:

"UBS Asset Management categorises this sub-fund as an ESG Integration fund that does not promote particular ESG characteristics or pursues a specific sustainability or impact objective.

The actively managed sub-fund uses the benchmark SBI® Foreign AAA-BBB (TR) Index as a reference for portfolio construction and performance evaluation. For unit classes with "hedged" in their name, currency-hedged versions of the benchmark (if available) are used. Although a portion of the portfolio may be invested in the same instruments and in the same weightings as the benchmark, the Portfolio Manager is not bound by the benchmark in its selection of instruments. In particular, the Portfolio Manager may, at its own discretion, invest in bonds from issuers not included in the benchmark and/or set the proportion of investments in sectors differently to their weighting in the benchmark in order to take advantage of investment opportunities. Therefore, in times when market volatility is high, sub-fund performance may differ greatly from the benchmark.

Within the scope of the general investment policy, the sub-fund invests at least two-thirds of its assets in debt securities and claims denominated in CHF that are issued by international or supranational organisations, public-sector, semi-public or private borrowers.

Furthermore, the sub-fund may invest up to one-third of its assets in debt securities and claims denominated in a currency other than the one which features in its name.

After deducting cash and cash equivalents, the sub-fund may invest up to one third of its assets in money market instruments. Up to 25% of its assets may be invested in convertible, exchangeable and warrant-linked bonds as well as convertible debentures. The sub-fund may also invest up to 10% of its net assets in contingent convertible bonds (CoCos).

In addition, after deducting cash and cash equivalents, the sub-fund may invest up to 10% of its assets in equities, equity rights and warrants as well as shares, other equity shares and dividend-right certificates acquired through the exercise of conversion rights, subscription rights or options, in addition to warrants remaining after the separate sale of ex-warrant bonds and any equities acquired with these warrants.

The equities acquired by exercise of rights or through subscription must be sold no later than 12 months after they were acquired.

The sub-fund may invest a total of up to 20% of its net assets in ABS, MBS, CMBS and CDOs/CLOs. The associated risks are described in the section "Risks connected with the use of ABS/MBS" or "Risks connected with the use of CDOs/CLOs".

The sub-fund may invest no more than 20% of its net assets in fixed-income instruments denominated in RMB and traded on the China Interbank Bond Market ("CIBM") or through Bond Connect. These instruments may include securities issued by governments, quasi-public corporations, banks, corporations and other institutions in the People's Republic of China ("PRC" or "China") that are authorised to be traded directly on the CIBM or through Bond Connect. The associated risks are described in the sections "Risk information on investments traded on the China Interbank Bond Market" and "Risk information on investments traded on the CIBM via the Northbound Trading Link through Bond Connect".

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Furthermore, the sub-fund may invest up to one third of its assets in emerging market bonds. Emerging markets are countries which are in a transitional phase towards becoming modern industrial nations. They are typically characterised by low or medium average income and their growth rates are generally high.

Emerging markets are at an early stage of development and suffer from higher risks of expropriation and nationalisation, as well as social, political and economic instability. The risks associated with investments in emerging markets are listed in the section entitled "Risk information". For the reasons mentioned, this sub-fund is particularly suitable for risk-conscious investors.

Furthermore, the sub-fund may invest up to one-third of its assets in debt securities and claims with lower ratings. Investments with lower ratings may carry an above-average yield, but also a higher credit risk than investments in securities of first-class issuers.

As part of efficient asset management, the sub-fund may invest in all the derivative financial instruments listed in the section "Special techniques and instruments with securities and money market instruments as underlying assets" subject to the provisions and guidelines set forth therein. Permitted underlyings include, in particular, the instruments specified under Point 1.1(g) ("Permitted investments of the Fund").

The use of derivatives plays a key role in achieving the investment objectives of the sub-fund. To implement the investment strategy, it is assumed that the Portfolio Manager will acquire derivatives in order to invest in legally permissible assets included in the investment policy, without directly acquiring the underlying instruments. Derivatives are used in order to build up and hedge the portfolio's market exposure. Investors should also note the risks described in the section "Use of financial derivative transactions", which are of particular significance in this case due to the high leverage. The sub-fund may use interest rate derivatives such as interest rate futures, bond futures, interest rate swaps, options on interest rate futures, options on bond futures and swaptions to build up net short or net long positions in relation to individual interest rate curves, provided that a net long duration is maintained at overall Fund level. The sub-fund may use credit derivatives such as credit-linked securities, credit default swaps on different types of underlying assets (specific issuers, credit indices, ABS indices or other bond indices) to build up net short or net long exposures in individual market segments (region, sector, rating), currencies or specific issuers, provided that a net long duration is maintained at overall Fund level. The sub-fund may use total return swaps on bond indices to build up short or long exposures to a specific bond market. Furthermore, the sub-fund shall invest in to-be-announced trades (TBAs), i.e. forward-settling mortgage-backed securities (MBS). These are highly liquid contracts used to purchase or sell US government MBS at a specified time in the future. MBS are usually traded in the United States as TBAs. The main aspect of a TBA trade is that the actual security that will be delivered to the buyer is not specified at the time the trade is made, which helps ensure a liquid futures market. Within the limits defined above, the Portfolio Manager of the sub-fund may adopt an opportunistic approach and take active positions on currencies in order to generate additional value for the portfolio. The currency strategy includes building positions in national currencies. The following options are available for participating in the performance of national currencies: direct participation by purchasing securities denominated in national currencies, indirect participation by means of derivatives or a combination of both these methods. The sub-fund may use currency derivatives such as currency forwards, non-deliverable forwards (NDF), currency swaps and currency options to increase or reduce exposure in different currencies, with the option of entering into net short or net long overall positions in individual currencies.

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities."

The global risk calculation method will be changed from the commitment approach to the absolute VaR approach, with an expected leverage range of 0-500%.

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Fees

| | Maximum flat fee (maximum management fee) p.a. | Maximum flat fee (maximum management fee) p.a. for unit classes with "hedged" in their name |
|----------------------------------------|------------------------------------------------|---------------------------------------------------------------------------------------------|
| Unit classes with "P" in their name | 0.790% (0.630%) | 0.840% (0.670%) |
| Unit classes with "N" in their name | 1.020% (0.820%) | 1.070% (0.860%) |
| Unit classes with "K-1" in their name | 0.470% (0.380%) | 0.500% (0.400%) |
| Unit classes with "K-B" in their name | 0.065% (0.000%) | 0.065% (0.000%) |
| Unit classes with "K-X" in their name | 0.000% (0.000%) | 0.000% (0.000%) |
| Unit classes with "F" in their name | 0.240% (0.190%) | 0.270% (0.220%) |
| Unit classes with "Q" in their name | 0.460% (0.370%) | 0.510% (0.410%) |
| Unit classes with "I-A1" in their name | 0.370% (0.300%) | 0.400% (0.320%) |
| Unit classes with "I-A2" in their name | 0.300% (0.240%) | 0.400% (0.260%) |
| Unit classes with "I-A3" in their name | 0.240% (0.190%) | 0.270% (0.220%) |
| Unit classes with "I-B" in their name | 0.065% (0.000%) | 0.065% (0.000%) |
| Unit classes with "I-X" in their name | 0.000% (0.000%) | 0.000% (0.000%) |
| Unit classes with "U-X" in their name | 0.000% (0.000%) | 0.000% (0.000%) |

2. The sub-fund **UBS (Lux) Bond Fund – Full Cycle Asian Bond (USD)** will be renamed **UBS (Lux) Bond Fund – Asia Flexible (USD)**. The typical investor profile now reads as follows: *"The actively managed sub-fund is suitable for investors who wish to invest in a sub-fund which promotes environmental and/or social characteristics, as well as a diversified portfolio of bonds issued mainly in the region Asia ex Japan. The interest rate and credit risk is adapted to economic and financial market cycles using derivatives."*

The investment policy of the sub-fund has been extensively revised, and now reads as follows: *"This sub-fund promotes environmental and social characteristics and is categorised in accordance with Article 8(1) of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector.*

The Portfolio Manager utilises a UBS ESG consensus score to identify issuers for the investment universe with strong environmental and social performance characteristics, or a strong sustainability profile. This UBS ESG consensus score is a normalised weighted average of ESG score data from internal and recognised external providers. Rather than relying on an ESG score from a single provider, the consensus score approach enhances the plausibility of the sustainability profile quality.

The UBS ESG consensus score assesses sustainability factors, such as the performance of the relevant issuers with reference to environmental, social and governance (ESG) aspects. These ESG aspects relate to the main areas in which the issuers operate and their effectiveness in managing ESG risks. Environmental and social factors can include (amongst others) the following elements: environmental footprint and operational efficiency, environmental risk management, climate change, natural resource usage, pollution and waste management, employment standards and supply chain monitoring, human capital, diversity within the board of directors, occupational health and safety, product safety, as well as anti-fraud and anti-corruption guidelines. The individual investments in the sub-fund have a UBS ESG consensus score (on a scale of 0-10, with 10 having the best sustainability profile).

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The sub-fund promotes the following ESG characteristics:

- *Maintenance of a sustainability profile that is better than its benchmark's sustainability profile and/or at least 51% of investments made in issuers with a sustainability profile in the top half of the UBS ESG consensus score scale.*

The calculation does not take account of cash and unrated investment instruments.

The actively managed sub-fund uses the benchmark JP Morgan Asia Credit Index (JACI) USD as a reference for portfolio construction, performance comparison, sustainability profile comparison and risk management. The benchmark is not designed to promote ESG characteristics. The sustainability profile of the sub-fund is measured by its benchmark's profile and the corresponding results are calculated at least once each year from the relevant monthly profiles and published in the annual report. For unit classes with "hedged" in their name, currency-hedged versions of the benchmark (if available) are used. Although a portion of the portfolio may be invested in the same instruments and in the same weightings as the benchmark, the Portfolio Manager is not bound by the benchmark in its selection of instruments. In particular, the Portfolio Manager may, at its own discretion, invest in bonds from issuers not included in the benchmark and/or set the proportion of investments in sectors differently to their weighting in the benchmark in order to take advantage of investment opportunities. Therefore, in times when market volatility is high, sub-fund performance may differ greatly from the benchmark.

In accordance with the general investment policy described above, the sub-fund invests the majority of its assets in debt instruments and claims issued by international and supranational organisations, public and semi-public bodies, and companies based in Asia or which are predominantly active in the region. In terms of interest rate and credit risk, the portfolio should be adapted to economic and financial market cycles by means of derivatives.

The sub-fund may invest no more than 20% of its net assets in fixed-income instruments denominated in RMB and traded on the China Interbank Bond Market ("CIBM") or through Bond Connect. These instruments may include securities issued by governments, quasi-public corporations, banks, corporations and other institutions in the People's Republic of China ("PRC" or "China") that are authorised to be traded directly on the CIBM or through Bond Connect. The associated risks are described in the sections "Risk information on investments traded on the China Interbank Bond Market" and "Risk information on investments traded on the CIBM via the Northbound Trading Link through Bond Connect".

The medium to long-term investment objective of the Fund is to achieve a competitive total yield. The Portfolio Manager may reach this goal by means of dynamic asset allocation, involving the anticipation of predictable changes in market conditions. This may include long positions in view of increasing exposure and/or value or synthetic short positions for hedging purposes, achieved by means of legally permissible derivative financial instruments. At no time may the sub-fund conduct physical short-selling.

To achieve the investment objective, the sub-fund may, within the legal framework, buy or sell futures, swaps (including IRS/NDIRS, TRS, CDS, index CDS and NDS), forwards/non-deliverable forwards, options, total return bonds, credit-linked notes, convertible bonds, money market papers/liquid funds and other suitable, legally permitted investment instruments. These investment instruments may, as a result, both be used for hedging purposes and in view of benefiting from expected market developments.

Non-deliverable forwards (NDFs) enable currency positions to be built up and hedged against exchange rate risks without the need to physically transfer these currencies or conduct currency transactions on the corresponding markets. Using this method, both counterparty risk and costs incurred by holding local currencies, as well as certain export restrictions, may be reduced to a minimum. In all cases, local trade in NDFs in USD between two foreign business partners is not subject to prudential supervision by the authorities of the respective country.

The sub-fund may invest in bonds that are not investment grade by means of which above-average yields may be gained. However, such investments entail a higher credit risk than those in first-class issuers. The sub-fund may invest a maximum of 10% of its assets in bonds with a rating below CCC or with a comparable rating.

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The sub-fund may invest up to 20% of its net assets in ABS, MBS, CMBS and CDOs/CLOs. The associated risks are described in the section "Risks connected with the use of ABS/MBS" or "Risks connected with the use of CDOs/CLOs".

Investments in Asian countries may be more volatile and less liquid than investments in European countries. Furthermore, public regulation may be less stringent in countries where the sub-fund invests than in more developed states and the accounting, auditing and reporting methods employed may not meet the standards used in more developed countries. For the reasons given, the sub-fund is particularly suitable for investors who are aware of these risks.

The sub-fund may invest in any derivative financial instruments listed in the section "Special techniques and instruments with securities and money market instruments as underlying assets", provided the restrictions specified therein are observed. Permitted underlyings include, in particular, the instruments specified under Point 1.1(g) ("Permitted investments of the Fund").

In addition, under Regulation (EU) 2020/852 (the "Taxonomy Regulation") a financial product categorised in accordance with Article 8(1) SFDR that promotes environmental characteristics must make additional disclosures as of 1 January 2022 on such objective And a description of how and to what extent its investments are in economic activities that qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. However, due to the absence of reliable, timely and verifiable data, the sub-fund is unable to make required disclosures as of 1 January 2022. The sub-fund does not commit to making a minimum proportion of investments which qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. Taking into account the recent and evolving aspects of sustainable finance at the European level, such information will be updated once the Management Company has the necessary data. An update of the sales prospectus will be made where relevant to describe how and to what extent the investments underlying the financial products are in economic activities that qualify as environmentally sustainable under the Taxonomy Regulation.

The "Do No Significant Harm" principle applies only to investments underlying the financial product which take into account EU criteria for environmentally sustainable economic activities. The remaining portion of investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities."

Fees

| | Maximum flat fee (maximum management fee) p.a. | Maximum flat fee (maximum management fee) p.a. for unit classes with "hedged" in their name |
|----------------------------------------|------------------------------------------------|---------------------------------------------------------------------------------------------|
| Unit classes with "P" in their name | 1.300% (1.040%) | 1.350% (1.080%) |
| Unit classes with "N" in their name | 1.560% (1.250%) | 1.610% (1.290%) |
| Unit classes with "K-1" in their name | 0.850% (0.680%) | 0.880% (0.700%) |
| Unit classes with "K-B" in their name | 0.115% (0.000%) | 0.115% (0.000%) |
| Unit classes with "K-X" in their name | 0.000% (0.000%) | 0.000% (0.000%) |
| Unit classes with "F" in their name | 0.480% (0.380%) | 0.510% (0.410%) |
| Unit classes with "Q" in their name | 0.780% (0.620%) | 0.830% (0.660%) |
| Unit classes with "I-A1" in their name | 0.600% (0.480%) | 0.630% (0.500%) |
| Unit classes with "I-A2" in their name | 0.530% (0.420%) | 0.560% (0.450%) |
| Unit classes with "I-A3" in their name | 0.480% (0.380%) | 0.510% (0.410%) |
| Unit classes with "I-B" in their name | 0.115% | 0.115% |

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| | | |
|---------------------------------------|--------------------|--------------------|
| | (0.000%) | (0.000%) |
| Unit classes with "I-X" in their name | 0.000% (0.000%) | 0.000% (0.000%) |
| Unit classes with "U-X" in their name | 0.000% (0.000%) | 0.000% (0.000%) |

3. The investment policy of the sub-fund **UBS (Lux) Bond Fund – AUD**, which will in future fall under Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector, has been revised, and now also incorporates the following text:

"This sub-fund promotes environmental and social characteristics and is categorised in accordance with Article 8(1) of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector.

The Portfolio Manager utilises a UBS ESG consensus score to identify issuers for the investment universe with strong environmental and social performance characteristics, or a strong sustainability profile. This UBS ESG consensus score is a normalised weighted average of ESG score data from internal and recognised external providers. Rather than relying on an ESG score from a single provider, the consensus score approach enhances the plausibility of the sustainability profile quality.

The UBS ESG consensus score assesses sustainability factors, such as the performance of the relevant issuers with reference to environmental, social and governance (ESG) aspects. These ESG aspects relate to the main areas in which the issuers operate and their effectiveness in managing ESG risks. Environmental and social factors can include (amongst others) the following elements: environmental footprint and operational efficiency, environmental risk management, climate change, natural resource usage, pollution and waste management, employment standards and supply chain monitoring, human capital, diversity within the board of directors, occupational health and safety, product safety, as well as anti-fraud and anti-corruption guidelines. The individual investments in the sub-fund have a UBS ESG consensus score (on a scale of 1-10, with 10 having the best sustainability profile).

The sub-fund promotes the following ESG characteristics:

- Maintenance of a sustainability profile that is better than its benchmark's sustainability profile and/or at least 51% of investments made in issuers with a sustainability profile in the top half of the UBS ESG consensus score scale.*

The calculation does not take account of cash and unrated investment instruments."

In addition, the benchmark Bloomberg AusBond Composite Index will also be used in future for the purpose of sustainability profile comparison. *"The benchmark is not designed to promote ESG characteristics. The sustainability profile of the sub-fund is measured by its benchmark's profile and the corresponding results are calculated at least once each year from the relevant monthly profiles and published in the annual report."*

"In addition, under Regulation (EU) 2020/852 (the "Taxonomy Regulation") a financial product categorised in accordance with Article 8(1) SFDR that promotes environmental characteristics must make additional disclosures as of 1 January 2022 on such objective And a description of how and to what extent its investments are in economic activities that qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. However, due to the absence of reliable, timely and verifiable data, the sub-fund is unable to make required disclosures as of 1 January 2022. The sub-fund does not commit to making a minimum proportion of investments which qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. Taking into account the recent and evolving aspects of sustainable finance at the European level, such information will be updated once the Management Company has the necessary data. An update of the sales prospectus will be made where relevant to describe how and to what extent the investments underlying the financial products are in economic activities that qualify as environmentally sustainable under the Taxonomy Regulation.

The "Do No Significant Harm" principle applies only to investments underlying the financial product which take into account EU criteria for environmentally sustainable economic activities. The remaining portion of investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities."

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The relevant profile of the typical investor will also incorporate an indication that the sub-fund promotes environmental and/or social characteristics.

4. The investment policy of the sub-fund **UBS (Lux) Bond Fund – EUR Flexible**, which will in future fall under Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector, has been revised, and now also incorporates the following text:

"This sub-fund promotes environmental and social characteristics and is categorised in accordance with Article 8(1) of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector.

The Portfolio Manager utilises a UBS ESG consensus score to identify issuers for the investment universe with strong environmental and social performance characteristics, or a strong sustainability profile. This UBS ESG consensus score is a normalised weighted average of ESG score data from internal and recognised external providers. Rather than relying on an ESG score from a single provider, the consensus score approach enhances the plausibility of the sustainability profile quality.

The UBS ESG consensus score assesses sustainability factors, such as the performance of the relevant issuers with reference to environmental, social and governance (ESG) aspects. These ESG aspects relate to the main areas in which the issuers operate and their effectiveness in managing ESG risks. Environmental and social factors can include (amongst others) the following elements: environmental footprint and operational efficiency, environmental risk management, climate change, natural resource usage, pollution and waste management, employment standards and supply chain monitoring, human capital, diversity within the board of directors, occupational health and safety, product safety, as well as anti-fraud and anti-corruption guidelines. The individual investments in the sub-fund have a UBS ESG consensus score (on a scale of 0-10, with 10 having the best sustainability profile).

The sub-fund promotes the following ESG characteristics:

- *Maintenance of a sustainability profile that is better than its benchmark's sustainability profile and/or at least 51% of investments made in issuers with a sustainability profile in the top half of the UBS ESG consensus score scale.*
- *The percentage of the sub-fund's assets invested in government bonds of issuers for which "controversies" have been flagged on the UBS ESG risk dashboard is lower than the percentage within the benchmark. If there are no government bonds in the benchmark with "controversies", the sub-fund is not permitted to hold any stock of issuers with "controversies".*

The calculation does not take account of cash and unrated investment instruments."

In addition, the benchmark Bloomberg Euro Aggregate 500mio+ Index will also be used in future for the purpose of sustainability profile comparison. *"The benchmark is not designed to promote ESG characteristics. The sustainability profile of the sub-fund is measured by its benchmark's profile and the corresponding results are calculated at least once each year from the relevant monthly profiles and published in the annual report."*

"In addition, under Regulation (EU) 2020/852 (the "Taxonomy Regulation") a financial product categorised in accordance with Article 8(1) SFDR that promotes environmental characteristics must make additional disclosures as of 1 January 2022 on such objective And a description of how and to what extent its investments are in economic activities that qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. However, due to the absence of reliable, timely and verifiable data, the sub-fund is unable to make required disclosures as of 1 January 2022. The sub-fund does not commit to making a minimum proportion of investments which qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. Taking into account the recent and evolving aspects of sustainable finance at the European level, such information will be updated once the Management Company has the necessary data. An update of the sales prospectus will be made where relevant to describe how and to what extent the investments underlying the financial products are in economic activities that qualify as environmentally sustainable under the Taxonomy Regulation.

The "Do No Significant Harm" principle applies only to investments underlying the financial product which take into account EU criteria for environmentally sustainable economic activities. The remaining

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portion of investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities."

The relevant profile of the typical investor will also incorporate an indication that the sub-fund promotes environmental and/or social characteristics.

5. The investment policy of the sub-fund **UBS (Lux) Bond Fund – Global Flexible**, which will in future fall under Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector, has been revised, and now also incorporates the following text:

"This sub-fund promotes environmental and social characteristics and is categorised in accordance with Article 8(1) of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector.

The Portfolio Manager utilises a UBS ESG consensus score to identify issuers for the investment universe with strong environmental and social performance characteristics, or a strong sustainability profile. This UBS ESG consensus score is a normalised weighted average of ESG score data from internal and recognised external providers. Rather than relying on an ESG score from a single provider, the consensus score approach enhances the plausibility of the sustainability profile quality.

The UBS ESG consensus score assesses sustainability factors, such as the performance of the relevant issuers with reference to environmental, social and governance (ESG) aspects. These ESG aspects relate to the main areas in which the issuers operate and their effectiveness in managing ESG risks. Environmental and social factors can include (amongst others) the following elements: environmental footprint and operational efficiency, environmental risk management, climate change, natural resource usage, pollution and waste management, employment standards and supply chain monitoring, human capital, diversity within the board of directors, occupational health and safety, product safety, as well as anti-fraud and anti-corruption guidelines. The individual investments in the sub-fund have a UBS ESG consensus score (on a scale of 0-10, with 10 having the best sustainability profile). UBS Asset Management categorises this sub-fund as an ESG Integration fund that does not promote particular ESG characteristics or pursues a specific sustainability or impact objective...

The sub-fund promotes the following ESG characteristics:

- *Maintenance of a sustainability profile that is better than its benchmark's sustainability profile and/or at least 51% of investments made in issuers with a sustainability profile in the top half of the UBS ESG consensus score scale.*
- *The percentage of the sub-fund's assets invested in government bonds of issuers for which "controversies" have been flagged on the UBS ESG risk dashboard is lower than the percentage within the benchmark. If there are no government bonds in the benchmark with "controversies", the sub-fund is not permitted to hold any stock of issuers with "controversies".*

The calculation does not take account of cash and unrated investment instruments."

In addition, the benchmark Bloomberg Global Aggregate TR (CHF hedged) Index will also be used in future for the purpose of sustainability profile comparison. "The benchmark is not designed to promote ESG characteristics. The sustainability profile of the sub-fund is measured by its benchmark's profile and the corresponding results are calculated at least once each year from the relevant monthly profiles and published in the annual report."

"Derivatives are used in order to build up and hedge the portfolio's market exposure. The total exposure of the sub-fund is measured using the absolute VaR method. The average leverage for the sub-fund is 1,000% of the net asset value over an average period of one year; however, this level may occasionally be exceeded. Leverage is calculated as the sum of notional exposure of the derivatives used, and is not necessarily representative of the level of investment risk within the sub-fund. The sum-of-notionals approach does not allow netting of derivative positions, which may include hedge transactions and other risk mitigation strategies. Derivative strategies using instruments with high leverage may increase the leverage of the sub-fund, but this will have little to no effect on the overall risk profile of the

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sub-fund, which is monitored and controlled in accordance with the UCITS Directive. Investors should also note the risks described in the section "Use of financial derivative transactions", which are of particular significance in this case due to the high leverage."

"In addition, under Regulation (EU) 2020/852 (the "Taxonomy Regulation") a financial product categorised in accordance with Article 8(1) SFDR that promotes environmental characteristics must make additional disclosures as of 1 January 2022 on such objective And a description of how and to what extent its investments are in economic activities that qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. However, due to the absence of reliable, timely and verifiable data, the sub-fund is unable to make required disclosures as of 1 January 2022. The sub-fund does not commit to making a minimum proportion of investments which qualify as environmentally sustainable under Article 3 of the Taxonomy Regulation. Taking into account the recent and evolving aspects of sustainable finance at the European level, such information will be updated once the Management Company has the necessary data. An update of the sales prospectus will be made where relevant to describe how and to what extent the investments underlying the financial products are in economic activities that qualify as environmentally sustainable under the Taxonomy Regulation.

The "Do No Significant Harm" principle applies only to investments underlying the financial product which take into account EU criteria for environmentally sustainable economic activities. The remaining portion of investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities."

The relevant profile of the typical investor will also incorporate an indication that the sub-fund promotes environmental and/or social characteristics.

6. The Management Company would also like to inform you that the official language of the Sales Prospectus and the Management Regulations is being changed from German to English. The future English version of the Sales Prospectus and the Management Regulations will thereby become the legally binding basis for all rights and obligations arising therefrom. Please note that the translation does not result in any material changes to the contents other than the material changes described in this notice.

The changes shall enter into force on 30 September 2022. Unitholders who object to these changes have the right to redeem their units free of charge within 30 days of the day on which notice was given. The amendments are visible in the September 2022 version of the Fund's Sales Prospectus.

Luxembourg, 30 August 2022 | The Management Company