

Notice to shareholders of UBS (Lux) Equity SICAV

The Board of Directors of the Company wishes to inform you of the following changes in the Company's sales prospectus, version November 2022:

1. The General investment policy will be appended with the information that:

“Unless specified otherwise in the sub-fund’s special investment policy, investments in Special Purpose Acquisition Companies (“SPACs”) are limited to 3% of the net assets of the sub-fund”

and the General Risk Information updated as follows:

“Special Purpose Acquisition Companies (SPAC):

A SPAC is a listed special-purpose acquisition company that raises investment capital for the purpose of acquiring or merging with an existing company (“acquisition target”). The acquisition target is usually an existing unlisted company that wishes to go public, which is achieved through acquisition by a SPAC or merger with a SPAC and not through the traditional flotation route. As a rule, at the time the SPAC seeks investors, the identity of the acquisition target is not known. The structure of SPACs can be complex, and their characteristics can vary greatly, which may result in various risks, such as dilution, liquidity, conflicts of interest and uncertainty about the identification, valuation and eligibility of a target company.

Investors should note that investment in a SPAC carries the risk of the SPAC being unable to complete an acquisition e.g. because no suitable acquisition target is found, as the SPAC shareholders do not give the necessary consent to the proposed acquisition or merger, the necessary state or other authorisations cannot be obtained or the acquisition or merger proves unsuccessful after its completion and results in losses. Equities of companies acquired by a SPAC or merged with a SPAC can be volatile and entail substantial financial risk”.

2. The special investment policy will be adjusted with regard to environmental, social and governance (ESG) aspects to read, for the following sub-funds:

UBS (Lux) Equity SICAV – All China (USD)
UBS (Lux) Equity SICAV – China Health Care (USD)
UBS (Lux) Equity SICAV – Asian Smaller Companies (USD)
UBS (Lux) Equity SICAV – European Opportunity Unconstrained (EUR)
UBS (Lux) Equity SICAV – Global Emerging Markets Opportunity (USD)
UBS (Lux) Equity SICAV – Global Opportunity Unconstrained (USD)
UBS (Lux) Equity SICAV – Future Leaders Small Caps (USD)
UBS (Lux) Equity SICAV – Swiss Opportunity (CHF)
UBS (Lux) Equity SICAV – USA Growth (USD)

“The sub-fund promotes the following ESG characteristics:

- ~~–The sub-fund will not directly invest in companies which breach the principles of the UN Global Compact, unless credible corrective action has been taken.~~
- ~~–The sub-fund aims to have a lower absolute carbon intensity than its benchmark and/or an absolute carbon emissions figure of less than 100 tonnes per million US dollars in revenue.~~
- ~~–The sub-fund aims to maintain a sustainability profile that is higher than its benchmark’s sustainability profile and/or aims to have a minimum of 51% of assets invested in companies with sustainability profiles in the top half of the benchmark (ranked by the UBS ESG consensus score)~~

The sub-fund incorporates the following ESG promotion characteristics:

- a. Have a lower weighted average carbon intensity than the benchmark and/or a low absolute profile (defined as below 100 tons of CO₂ emissions per million dollars of revenue).
- b. Maintain a sustainability profile that is higher than its benchmark's sustainability profile and/or have a minimum of 51% of assets invested in companies with sustainability profiles in the top half of the benchmark (ranked by the UBS ESG consensus score)."

and the below information regarding the inclusion of ESG analysis by means of the UBS ESG Consensus Score will be added for the following sub funds:

UBS (Lux) Equity SICAV – All China (USD)
UBS (Lux) Equity SICAV – China Health Care (USD)
UBS (Lux) Equity SICAV – European Opportunity Unconstrained (EUR)
UBS (Lux) Equity SICAV – Global Opportunity Unconstrained (USD)
UBS (Lux) Equity SICAV – Future Leaders Small Caps (USD)
UBS (Lux) Equity SICAV – USA Growth (USD)

"With respect to the sub-fund's investments the Portfolio Manager includes ESG analysis by means of the UBS ESG Consensus Score (by number of issuer) for at least (i) 90% of the securities issued by large capitalisation companies domiciled in "developed" countries and (ii) 75% of the securities issued by large capitalisation companies domiciled in "emerging" countries (by reference to the benchmark) and at least 75% for all other companies."

3. The following sub-funds investment policies' will be updated with regard to carbon intensity:

UBS (Lux) Equity SICAV – Euro Countries Income Sustainable (EUR)
UBS (Lux) Equity SICAV – European High Dividend Sustainable (EUR)
UBS (Lux) Equity SICAV – Global Income Sustainable (USD)
UBS (Lux) Equity SICAV – Global High Dividend Sustainable (USD)
UBS (Lux) Equity SICAV – US Income Sustainable (USD)
UBS (Lux) Equity SICAV – US Total Yield Sustainable (USD)

to read:

~~"In addition, the sub-fund will have an average weighted lower Carbon Intensity Scope 1 + 2 and Temperature Alignment Score than its benchmark. The calculation does not take account of cash and unrated investment instruments. The sub-fund thereby promotes environmental and social as well as governance characteristics. The sub-fund excludes companies with a sustainability profile that indicates high or severe ESG risk. In addition to the exclusion policy, the sub-fund will not invest directly in companies that violate the principles of the UN Global Compact without credible corrective action having been taken, or that generate a substantial part of their turnover from weapons, the production of tobacco, adult entertainment, coal or energy generated by coal-fired power stations, oil and gas in the Arctic, oil sands."~~

4. The investment policies of the following sub-funds:

UBS (Lux) Equity SICAV – German High Dividend Sustainable (EUR)
UBS (Lux) Equity SICAV – Global Opportunity Sustainable (USD)
UBS (Lux) Equity SICAV – Long Term Themes (USD)
UBS (Lux) Equity SICAV – Small Caps Europe Sustainable (EUR)
UBS (Lux) Equity SICAV – USA Growth Sustainable (USD)

Will be updated as follows:

Le présent avis aux actionnaires est également disponible sur le site Internet :
https://www.ubs.com/lu/en/asset_management/notifications.html

“The sub-fund will maintain a sustainability profile that is higher than its benchmark’s sustainability profile or has a UBS ESG consensus score between 7 and 10 (indicating a strong sustainability profile).

The sub-fund will also have a lower weighted average carbon intensity than the benchmark and/or a low absolute profile (defined as below 100 tons of CO2 emissions per million dollars of revenue).

The sub-fund thereby promotes environmental and social as well as governance characteristics. The calculation does not take account of cash and unrated investment instruments. The sub-fund excludes companies with a sustainability profile that indicates a high or severe ESG risk [...]. ~~In addition to the exclusion policy, the sub-fund will not invest directly in companies that generate a substantial part of their turnover from the production of tobacco, adult entertainment, coal or energy generated by coal-fired power stations.~~”

5. The sub-fund **UBS (Lux) Equity SICAV – Global Impact (USD)** will be renamed into **UBS (Lux) Equity SICAV – Engage for Impact (USD)** and the investment policy will be adapted and now reads as shown below:

“UBS Asset Management categorises this sub-fund as an Impact Fund. This sub-fund promotes environmental and/or social characteristics and complies with Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (“SFDR”).

This actively managed sub-fund invests at least 90% of its net assets in equities and other equity interests of companies in developed and emerging markets worldwide that promote specific United Nations Sustainable Development Goals (UN SDGs), as defined by the Portfolio Manager’s proprietary impact universe. The sub-fund aims to provide capital appreciation and a positive environmental and/or social impact by investing in and engaging with attractively valued companies that offer products or services that are aligned to specific UN SDGs and present the potential for further impact by active engagement.

The Portfolio Manager uses a traditional intrinsic valuation framework to identify companies with an attractive valuation. The Portfolio Manager uses quantitative and qualitative factors to define a universe of companies that offer or manufacture products or services that meet the UN SDGs, such as clean water and sanitation products, clean energy, energy saving, treatment of disease, sustainable food system and food security, access to finance or education services. The Portfolio Manager uses the UN SDGs to guide and frame engagement activities with invested companies. In addition, the sub-fund excludes companies with a sustainability profile that indicates a severe ESG risk.

The sub-fund uses the benchmark MSCI AC World (net div. reinvested) for performance measurement and risk management purposes. The benchmark is a broad market index which does not assess or include constituents according to environmental and/or social characteristics and therefore is not intended to be consistent with the characteristics promoted by the sub-fund. The investment strategy and monitoring process ensures that the environmental or social characteristics of the product are taken into account. The Portfolio Manager may use discretion when constructing the portfolio and is not tied to the benchmark in terms of investment selection or weight. This means that the investment performance of the sub-fund may differ from the benchmark. As the sub-fund invests in multiple currencies due to its global orientation, the investment portfolio or parts of it may be subject to currency fluctuation risks.

In addition, under Regulation (EU) 2020/852 (the “Taxonomy Regulation”) a financial product that complies with Article 8 SFDR and 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 undertake to make a minimum proportion of investments that qualify as environmentally sustainable within the meaning of Article 3 of the Taxonomy Regulation. On that basis, the minimum extent that investments underlying this sub-fund are sustainable investments with an environmental objective aligned with the Taxonomy Regulation is 0%. 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 prospectus will be made

where relevant to describe how and to what extent the investments underlying the financial product are in economic activities that qualify as environmentally sustainable under the Taxonomy Regulation.

The principle of "do no significant harm" only applies to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities.

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

Investors should note that the sub-fund's exposure may also include Chinese A shares traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Chinese A shares are renminbi-denominated A shares of companies domiciled in mainland China; these are traded on Chinese stock exchanges such as the Shanghai Stock Exchange and the Shenzhen Stock Exchange.

This sub-fund may invest in both developed and emerging markets. The risks associated therewith are listed in the section entitled "General risk information". In addition to the aforementioned, investors should read, be aware of and take into account the risks associated with investments traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Information on this topic can be found after the section "General risk information".

For the reasons mentioned, the sub-fund is suitable for investors who are aware of these risks."

6. The sub-fund **UBS (Lux) Equity SICAV – Global Defensive (USD)** will be renamed to **UBS (Lux) Equity SICAV – Global Defensive Sustainable (USD)** and the investment policy will be updated as follows:

~~"The sub-fund does not promote any environmental, social or governance (ESG) characteristics and does not pursue any sustainability or impact objective. Sustainability risks are not systematically integrated on the basis of the investment strategy and the type of underlying investments. The sub-fund can invest in underlying ESG-integrated strategies and/or instruments. However, allocation to such investments does not allow this sub-fund to be classified by UBS Asset Management as an ESG-integrated fund. At present, sustainability risks are not expected to have a significant impact on the sub-fund's return.~~

~~Before taking into account investments used for risk management purposes, this actively managed sub-fund invests at least two thirds of its assets in equities, equity derivatives and other equity interests of companies worldwide. The investment process is based on achieving capital gains on global equity markets while reducing risk (volatility) and the expected maximum drawdown as part of the risk management process. In accordance with Section 5 "Special techniques and instruments with securities and money market instruments as underlying assets", derivatives (e.g. options) may be used extensively to reduce risk, such as combinations of long and short put options with different exercise prices (put spreads), as well as short call options.~~

~~The sub-fund uses a benchmark comprised of 65% MSCI World 100% Hedged to USD (net div. reinvested) and 35% US Federal Funds Effective Rate for performance measurement, and the MSCI World Hedged to USD (net div. reinvested) benchmark for portfolio construction and risk management. The Portfolio Manager may use its discretion when constructing the portfolio and is not tied to the benchmark in terms of equities or weightings. For share classes with "hedged" in their name, currency-hedged versions of the benchmark (if available) are used. The portfolio may deviate from the benchmark in terms of investment allocation and performance.~~

~~As the sub-fund invests in many foreign currencies due to its global orientation, the portfolio or parts thereof may be hedged against the reference currency of the sub-fund in order to reduce the associated foreign currency risks.~~

UBS Asset Management categorises this sub-fund as a Sustainability Focus Fund. This sub-fund promotes environmental and social characteristics and complies with Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (“SFDR”).

This actively managed sub-fund invests at least 70% of its assets in an equity portfolio, comprising equities and other equity interests of companies worldwide. The investment process aims to generate capital gains from exposure to global equity markets while reducing risk (volatility) and maximum drawdown.

The sub-fund aims to reduce risk and losses relative to a fully invested equity strategy. The Portfolio Manager utilizes derivatives as part of the risk management process to reduce the overall exposure to equity markets and to provide mitigation against equity market falls. Derivatives may include put options, put spreads, call options, index futures and other instruments and combinations. In accordance with Section 5 “Special techniques and instruments with securities and money market instruments as underlying assets”, derivatives (e.g. options) may be used extensively to reduce risk, such as combinations of long and short put options with different exercise prices (put spreads), as well as short call options.

Investors should note that the sub-fund’s exposure may also include Chinese A shares traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Chinese A shares are renminbi-denominated A shares of companies domiciled in mainland China; these are traded on Chinese stock exchanges such as the Shanghai Stock Exchange and the Shenzhen Stock Exchange.

The Portfolio Manager utilises a UBS ESG consensus score to identify companies 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 companies with reference to environmental, social and governance (ESG) aspects. These ESG aspects relate to the main areas in which the companies operate and their effectiveness in managing ESG risks. Environmental and social factors can include (amongst others) the following: 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 equity portfolio have a UBS ESG consensus score (on a scale of 0-10, with 10 having the best sustainability profile). The equity portfolio’s sustainability profile is measured using the weighted average UBS ESG consensus score. The equity portfolio will maintain a sustainability profile that is higher than its portfolio construction benchmark’s sustainability profile. In addition, the equity portfolio will have a lower weighted average Carbon Intensity Scope than its portfolio construction benchmark.

The calculation does not take account of cash and unrated investment instruments (like options and futures).

The sub-fund excludes companies with a sustainability profile that indicates a severe risk and excludes companies with a high risk and negative trend.

The sub-fund uses a risk benchmark comprised of 65% MSCI World 100% Hedged to USD (net div. reinvested) index and 35% US Federal Funds Effective Rate rebalanced daily (the “Risk Benchmark”) for performance measurement and uses the MSCI World 100% Hedged to USD (net div. reinvested) index (the “Portfolio Construction Benchmark”) for portfolio construction and ESG

measurement. The Portfolio Construction Benchmark is not designed to promote ESG characteristics. The investment strategy and monitoring process ensure that the environmental or social characteristics of the product are taken into account. The sub-fund's sustainability profile is measured by its portfolio construction benchmark's profile and the corresponding results are calculated at least once a year from the respective monthly profiles and published in the annual report. The sustainability profile is measured based on the weighted average UBS ESG Consensus score and the Carbon intensity is measured based on MSCI data or equivalent.

The Portfolio Manager may use discretion when constructing the equity portfolio and is not tied to the portfolio construction benchmark in terms of investment selection or weight. This means that the investment performance of the sub-fund may differ from the benchmark. For share classes with "hedged" in their name, currency-hedged versions of the benchmark may be used if available.

In addition, under Regulation (EU) 2020/852 (the "Taxonomy Regulation") a financial product that complies with Article 8 SFDR and 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 prospectus will be made where relevant to describe how and to what extent the investments underlying the financial product are in economic activities that qualify as environmentally sustainable under the Taxonomy Regulation. The principle of "do no significant harm" only applies to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining part of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Investors should note that the sub-fund's exposure may also include Chinese A shares traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Chinese A shares are renminbi-denominated A shares of companies domiciled in mainland China; these are traded on Chinese stock exchanges such as the Shanghai Stock Exchange and the Shenzhen Stock Exchange.

This sub-fund may invest in both developed and emerging markets. The risks associated therewith are listed in the section entitled "General risk information". In addition to the aforementioned, investors should read, be aware of and take into account the risks associated with investments traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Information on this topic can be found after the section "General risk information". For the reasons mentioned, the sub-fund is suitable for investors who are aware of these risks this sub-fund is particularly suitable for risk-conscious investors."

7. The following clarification will be added to the investment policy of the sub-fund **UBS (Lux) Equity SICAV – Active Climate Aware (USD)**: "In addition, the sub-fund excludes companies with a sustainability profile that indicates a severe ESG risk."
8. The following clarification will be added to the investment policy of the sub-fund **UBS (Lux) Equity SICAV – European Income Opportunity Sustainable (EUR)**: "The sub-fund excludes companies with a sustainability profile that indicates high or severe ESG risk"
9. The fees disclosure of the sub-fund **UBS (Lux) Equity SICAV – O'Connor China Long/Short Alpha Strategies UCITS (USD)** and **UBS (Lux) Equity SICAV – O'Connor Event Driven UCITS Fund (USD)** will be clarified by adding the following statement: The performance fee on Master

Le présent avis aux actionnaires est également disponible sur le site Internet :
https://www.ubs.com/lu/en/asset_management/notifications.html

Fund level is deducted from the Feeder Fund through its investments in the aforementioned performance-fee bearing share class, i.e. before any fees on feeder fund level are applied.

In addition, for the sub-fund **UBS (Lux) Equity SICAV – O'Connor China Long/Short Alpha Strategies UCITS (USD)** the maximum flat fee for certain share-classes will be reduced as shown below:

“The following fees are charged to cover costs (at Feeder Fund and Master Fund level)”:

	Maximum flat fee (maximum management fee) p.a.	Maximum flat fee (maximum management fee) p.a. for share classes with “hedged” in their name
Share classes with “P” in their name	2.020% 1.920% 1.620% (1.540%)	2.070% 1.970% 1.970% (1.580%)
Share classes with “N” in their name	2.720% 2.620% 2.180% (2.100%)	2.770% 2.670% 2.140% (2.140%)
Share classes with “K-1” in their name	1.620% 1.520% 1.300% (1.220%)	1.630% 1.550% 1.320% (1.240%)
Share classes with “K-B” in their name	0.065% (0.000%)	0.065% (0.000%)
Share classes with “K-X” in their name	0.000% (0.000%)	0.000% (0.000%)
Share classes with “F” in their name	1.0680% (0.8560%)	1.09110% (0.8790%)
Share classes with “Q” in their name	1.3420% (1.06140%)	1.3470% (1.1080%)
Share classes with “I-A1” in their name	1.3130% (1.0560%)	1.3460% (1.0790%)
Share classes with “I-A2” in their name	1.2680% (1.0120%)	1.29310% (1.0350%)
Share classes with “I-A3” in their name	1.0680% (0.8560%)	1.09110% (0.8790%)
Share classes with “I-B” in their name	0.065% (0.000%)	0.065% (0.000%)
Share classes with “I-X” in their name	0.000% (0.000%)	0.000% (0.000%)
Share classes with “U-X” in their name	0.000% (0.000%)	0.000% (0.000%)

10. The sub-fund **UBS (Lux) Equity SICAV – Russia (USD)** is no longer classified as a Mixed Fund under Section 2(7) of the German Investment Tax Act and henceforth is to be considered an “Other fund” within the meaning of the German Investment Tax Act.

11. The maximum flat fee for share classes with “I-B” and “K-B” in their name will be reduced from 0.180% to 0.160% p.a. for the sub-funds **UBS (Lux) Equity SICAV – All China (USD)**, **UBS (Lux) Equity SICAV – Asian Smaller Companies (USD)**, **UBS (Lux) Equity SICAV – Global Emerging Markets Opportunity (USD)**, **UBS (Lux) Equity SICAV – China Health Care (USD)** and “**UBS (Lux) Equity SICAV – Russia (USD)**”.

The changes shall enter into force on 25 November 2022. Shareholders who do not agree to the changes may redeem their shares free of charge within 30 days of this notice. The amendments shall be visible in the November 2022 version of the Company’s Sales Prospectus.

Luxembourg, 25 October 2022 | The Company

Le présent avis aux actionnaires est également disponible sur le site Internet :
https://www.ubs.com/lu/en/asset_management/notifications.html