

# UBS Investment Funds ICVC III

Interim Report & Accounts



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## Introduction and Authorised Corporate Director's Report

We are pleased to present the report and accounts of UBS Investment Funds ICVC III for the six months ended 31 March 2023.

We believe that our existing range of UK sub-funds across our four active ICVCs offers different investment objectives and a variety of risk profiles to suit investors' requirements. We have sub-funds aiming to achieve various objectives including: capital growth, income; outperformance of a benchmark and to achieve returns consistent with a benchmark.

In the following pages we will provide more information with regard to the global economy and the global markets together with individual sub-fund performance and outlook. We hope you find the report informative.

In accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority, we hereby certify the investment report and financial statements on behalf of the Directors of the Company.

During the period under review

- On 1 February 2023 a new Economies of Scale discount framework has been introduced for certain Class C Shares in our UK Fund range and the ACD will apply a discount to the ongoing charges of these Class C Shares to reflect the Economies of Scale generated by a significant growth of assets under management in the relevant Fund. As Funds become larger they typically benefit from a decline in fixed costs as part of the overall cost of holding the Fund. This framework was released as part of this year's Assessment of Value which reviews our UK Fund range across seven criteria, the full report can be found on the website of the ACD. The ACD has determined that Funds generally generate meaningful economies of scale when the Net Asset Value of the Fund reaches £1 billion. We will assess the size of the Funds that qualify for a discount on a daily basis and the applicable discount will be applied to the ongoing charges figure by the following Dealing Day. If the Net Asset Value of the Fund falls below the relevant threshold, the applicable discount will be reduced or removed from the Fund's ongoing charges figure. Details of which Class C Shares are included within the framework along with full details of the discount rates can be found in the relevant Fund's Prospectus. Class C Shares with an all-in-fixed fee approach are excluded as ongoing charges are already capped. Non-retail share classes are also excluded as they already have lower fees.

### Ukraine/Russia Crisis

As a result of Russia's invasion of Ukraine, Russian stocks and bonds have been deleted from major indices. UBS Asset Management (UK) Ltd applies the policy and procedures as outlined in our offering documents and as approved by each fund's Board of Directors. Effective 3 March 2022, the UBS Asset Management Global Valuation Committee agreed to price all Russian equity local lines and ADRs/GDRs at zero. Currently there is no exposure to Russian instruments within this ICVC. UBS Asset Management Funds Ltd (The "ACD") complies with applicable legal and regulatory requirements across jurisdictions, including sanctions. The ACD continues to comply with the sanction regimes in all jurisdictions in which it operates. The ACD monitors the situation in Russia and Ukraine closely, to assess and mitigate any potential risk to the business and investors, where appropriate.

In addition, there is no indication that the going concern assumption of the sub-funds is inappropriate.

No other events took place between the end of the Reporting Period and the date of the approval of these financial statements that would require disclosure in or adjustments to the amounts recognized in these financial statements.

We hope you will find the report and accounts useful. If you have any queries or comments please contact your financial adviser or alternatively contact us directly. Our broker desk will be happy to assist you on 0800 358 3012, or you can find additional information on our website at [www.ubs.com/uk/en/assetmanagement.html](http://www.ubs.com/uk/en/assetmanagement.html)

UBS Asset Management Funds Ltd

31 May 2023

## Statement of the Authorised Corporate Director's ("ACD") responsibilities

The ACD is required by the Collective Investment Schemes Sourcebook ("COLL") and the Open Ended Investment Company ("OEIC") Regulations to prepare financial statements which give a true and fair view of the financial position of the Company at the end of each accounting period, the net revenue or expenses, the net gains or losses of the property of the Company and the movement in shareholders' funds for the year then ended. In preparing these financial statements, the ACD is required to:

- select suitable accounting policies and then apply them on a consistent basis;
- make judgements and estimates that are prudent and reasonable;
- comply with the Prospectus and applicable accounting standards subject to any material departures which are required to be disclosed and explained in the financial statements; and
- prepare the financial statements on the basis that the Company will continue in operation unless it is inappropriate to presume this.

The ACD is also required to manage the Company in accordance with the Prospectus and the Regulations, maintain proper accounting records and take reasonable steps for the prevention and detection of fraud and other irregularities or errors.



# UBS Global Allocation Fund (UK)

# UBS Global Allocation Fund (UK)

## Manager's report

### Investment objective

The Fund aims to grow the value of your investment over the medium to long term (3 to 5 years).

### Investment Policy

The Fund invests in global equities, global bonds, warrants, money market instruments, deposits and cash or near cash. The Fund may invest in these assets directly or through investments in other funds. At times the Fund may be predominantly invested in other funds.

The Fund may use derivatives to invest in these assets including forward and future contracts, swaps, options, and repurchase agreements for investment purposes or efficient portfolio management.

The other funds that the Fund may invest in include funds managed by the Investment Manager or its affiliates.

### Investment strategy

The Fund is actively managed, the strategy is flexible and will change depending on the relative view of different markets. The strategy can take active views on exchange rates.

### Benchmark Information

The Fund is not managed by reference to a benchmark, however a composite benchmark comprising: 40% MSCI ACWI Index, 20% MSCI ACWI Index hedged to GBP and 40% FTSE World Government Bond Index hedged to GBP is an appropriate comparator as it reflects the principal assets and geographical scope that the Fund will invest in. The Fund may hold some or all of the constituents of the comparator indices.

### Market environment

The six months to 31 March 2023 saw a much-improved environment for traditional asset classes as resilience in global growth and signs that the Federal Reserve ("Fed") was nearing the end of its hiking cycle supported bonds and equities. Early in the period, sentiment improved on hopes of a dovish shift in monetary policy as headline inflation figures showed signs of moving lower, however strength in the labour market remained a concern heading into Q1 2023. Global recession fears receded, as both Europe and the UK benefited from lessened energy pressures, while further afield, China announced plans to move away from its activity-dampening COVID-zero policies. As a result, global composite PMI figures improved from Q4 2022 lows and moved into expansionary territory in the first three months of 2023. Despite optimism over the growth backdrop, stress in the US regional banking sector highlighted some potential cracks appearing after the sharp central banking tightening cycle seen in 2022. As a result of the banking concerns on both sides of the Atlantic, bank shares were the main laggards in March 2023. Elsewhere, apart from a brief rally in March amid the banking concerns, the US dollar index declined relatively consistently over the six month period.

### Sub- Fund Performance

The sub-fund delivered a return of 3.26% on C share class, compared to comparator return of 6.32%.

Positive performance over the period was seen from both equities and fixed income. Within equities, UK, Eurozone, and global equity strategies were key drivers of added value, while US and Emerging Market equities were main detractors from performance, largely driven by currency effects. On the fixed income side, developed market government bonds as well as investment grade corporate bonds were the main positive contributors, while higher yielding credit and emerging market bond exposure detracted from performance.

## Outlook

We are more optimistic on the global economy than consensus. 2022's headwinds have turned into tailwinds for 2023. Global activity has been accelerating. China is leading the way with its reopening, the end of the tech regulatory campaign, and much more support for the property sector. Europe is rebounding after getting through the winter in a much better position than feared. And the US labour market continues to hold up, with lower gasoline prices providing some support for real consumer spending. While the tightening lending standards from recent bank stress will weigh on growth, we think the strong backdrop for the economy and recent easing of financial conditions will cushion economic activity.

This resilient economy is not a good-news story for all asset classes, so we think volatility should persist. We are more optimistic on the economy than we are on stocks at the index level. A solid economy and tight labour market means that inflation will be sticky. This may leave Federal Reserve on track to keep interest rates higher for as long as is necessary to bring about more cooling in wage growth. This will likely weigh on valuations for expensive US equities, which have a high share of longer-duration growth stocks. As a result, we seek to retain defensive characteristics in our portfolio, with a preference for tactical exposure to markets with good risk-reward potential. We prefer being invested in equity markets that are cheaper, where policy is easing rather than tightening, where inflation is low, not high, and where growth is rebounding the most strongly. In our view, China is one attractive macro story, so we are most constructive on Chinese equities as well as broader emerging market stocks. We expect China's reopening to be primarily service-sector oriented, with some positive spillovers to other emerging markets. We also look to retain exposure to portfolio stabilisers such as long-dated bonds and overseas FX, which can help diversify risk across the portfolio. Within fixed income, we prefer Australian and Canadian duration versus the US, while in credit, we see US high yield as unattractive given the relatively narrow yield differential. We also favour emerging market hard-debt due to the attractive all-in yields in that market segment.

### Percentage growth

	30/09/22 to 31/03/23 %	30/09/21 to 30/09/22 %	30/09/20 to 30/09/21 %	30/09/19 to 30/09/20 %	30/09/18 to 30/09/19 %
Class C - Accumulation shares	3.26	-12.00	20.45	-7.88	4.27

Source; Performance is based on NAV mid prices with income reinvested net of basic rate tax and in sterling terms.

Launch date: Class C Accumulation shares: 15 August 2012.

UBS Asset Management Funds Ltd  
31 May 2023

# UBS Global Allocation Fund (UK)

## 1. Comparative Tables (unaudited)

Accounting period to	C Accumulation shares			
	31.03.23 p <sup>†</sup>	30.09.22 p	30.09.21 p	30.09.20 p
<b>Change in net asset value</b>				
Opening net asset value	83.24	95.11	79.05	86.02
Return before operating charges	4.06	(11.13)	16.81	(6.31)
Operating charges	(0.29)	(0.74)	(0.75)	(0.66)
<b>Return after operating charges*</b>	<b>3.77</b>	<b>(11.87)</b>	<b>16.06</b>	<b>(6.97)</b>
Distributions	(1.10)	(1.50)	(1.27)	(1.31)
Retained distributions	1.10	1.50	1.27	1.31
<b>Closing net asset value</b>	<b>87.01</b>	<b>83.24</b>	<b>95.11</b>	<b>79.05</b>
*after direct transaction costs of	(0.01)	(0.02)	(0.04)	(0.02)
<b>Performance</b>				
Return after charges (%)	4.53	(12.48)	20.32	(8.10)
<b>Other information</b>				
Closing net asset value (£)	115,922,304	114,455,078	142,021,787	121,843,344
Closing number of shares	133,226,497	137,504,814	149,318,099	154,130,703
Operating charges (%)	0.82	0.84	0.83	0.81
Direct transaction costs (%)	0.01	0.02	0.04	0.03
<b>Prices</b>				
Highest dealing price	90.85p	97.62p	96.62p	89.25p
Lowest dealing price	83.42p	84.01p	78.10p	67.86p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

# UBS Global Allocation Fund (UK)

## 2. Ongoing Charges Figure (unaudited)

The ongoing charges figure (OCF) is the ratio of the sub-fund's annual operating expenses (excluding overdraft interest) to the average net assets of the sub-fund. It covers all aspects of operating the sub-fund during the period, including fees paid for investment management, administration, safeguarding the sub-fund's assets, depositary services and audit (net of any fee rebates if applicable). Where the sub-fund invests in other funds, the figure includes the impact of the charges made in those other funds.

	31.3.23	30.9.22
Share Class	%	%
C Accumulation shares	0.82	0.84

The Operating charges as disclosed in the Comparative Tables are calculated on an ex-post basis and as such may vary from the OCF where:

- (a) Changes to the fee rates were made during the period and the OCF has been amended to be future proofed for this change.
- (b) The OCF has been annualised for a share class that has not been in existence for a full year.

# UBS Global Allocation Fund (UK)

## Portfolio Statement (unaudited)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Collective Investment Schemes 41.01% (47.19%)</b>				
UBS Emerging Economies Fund Global Bonds (USD) Fund Class U-X-acc <sup>†</sup>	USD	1,030	9,981,441	8.61
UBS European Opportunity Sustainable (EUR) Fund Class U-X-acc <sup>†</sup>	EUR	357	10,743,610	9.27
UBS Global Corporates (USD) Fund Class U-X-dist <sup>†</sup>	USD	521	4,585,298	3.96
UBS USD Corporates (USD) Fund Class Anteilsklasse U-X-acc <sup>†</sup>	USD	289	2,389,179	2.06
UBS USD High Yield (USD) Fund Class U-X-acc <sup>†</sup>	USD	342	5,658,901	4.88
UBS Global Emerging Markets Equity Fund Class K Acc <sup>†</sup>	GBP	32,342	7,154,530	6.17
UBS Sterling Corporate Bond Indexed Fund Class K Acc (Gross) <sup>†</sup>	GBP	57,017	7,022,018	6.06
<b>Collective Investment Schemes total</b>			<b>47,534,977</b>	<b>41.01</b>
<b>Equities 47.08% (45.30%)</b>				
<b>Bermuda 0.65% (0.65%)</b>				
Bunge	USD	7,648	591,417	0.51
Lancashire Holdings	GBP	30,243	167,093	0.14
			<b>758,510</b>	<b>0.65</b>
<b>Canada 0.34% (0.34%)</b>				
Canadian Pacific Railway	CAD	6,332	393,449	0.34
			<b>393,449</b>	<b>0.34</b>
<b>Denmark 0.23% (0.23%)</b>				
Genmab	DKK	881	269,150	0.23
			<b>269,150</b>	<b>0.23</b>
<b>Finland 0.36% (0.31%)</b>				
Metso Outotec	EUR	46,528	411,901	0.36
			<b>411,901</b>	<b>0.36</b>
<b>France 1.01% (1.19%)</b>				
AXA	EUR	25,750	637,265	0.55
Danone	EUR	10,673	537,465	0.46
			<b>1,174,730</b>	<b>1.01</b>
<b>Hong Kong 0.47% (0.43%)</b>				
AIA Group	HKD	64,400	549,307	0.47
			<b>549,307</b>	<b>0.47</b>
<b>Ireland 0.82% (0.39%)</b>				
AIB Group	EUR	188,573	619,373	0.54
DCC	GBP	6,978	329,152	0.28
			<b>948,525</b>	<b>0.82</b>
<b>Japan 1.85% (1.52%)</b>				
FANUC	JPY	13,500	391,179	0.34
Mitsubishi UFJ Financial Group	JPY	55,600	286,469	0.25
NEC	JPY	7,800	241,179	0.21
Nippon Telegraph & Telephone	JPY	21,000	505,623	0.43
SoftBank Group	JPY	10,800	340,743	0.29

# UBS Global Allocation Fund (UK)

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Equities 47.08% (45.30%) (continued)</b>				
<b>Japan 1.85% (1.52%) (continued)</b>				
Sony Group	JPY	5,300	385,524	0.33
			<b>2,150,717</b>	<b>1.85</b>
<b>Jersey 1.97% (1.88%)</b>				
Aptiv	USD	5,630	511,735	0.44
Glencore	GBP	257,226	1,195,072	1.03
IWG	GBP	109,767	180,512	0.16
Man Group	GBP	168,205	395,954	0.34
			<b>2,283,273</b>	<b>1.97</b>
<b>Netherlands 1.02% (0.92%)</b>				
Koninklijke Philips	EUR	39,361	582,289	0.50
OCI	EUR	21,751	597,067	0.52
			<b>1,179,356</b>	<b>1.02</b>
<b>Norway 0.49% (0.40%)</b>				
Mowi	NOK	19,483	290,527	0.25
Norsk Hydro	NOK	46,476	279,011	0.24
			<b>569,538</b>	<b>0.49</b>
<b>South Korea 0.47% (0.40%)</b>				
Samsung Electronics	KRW	13,632	540,664	0.47
			<b>540,664</b>	<b>0.47</b>
<b>Spain 0.24% (0.08%)</b>				
Banco de Sabadell	EUR	315,835	274,411	0.24
			<b>274,411</b>	<b>0.24</b>
<b>Switzerland 1.00% (0.90%)</b>				
Alcon	CHF	8,931	511,559	0.44
Novartis	CHF	8,774	650,539	0.56
			<b>1,162,098</b>	<b>1.00</b>
<b>United Kingdom 18.31% (17.62%)</b>				
3i Group	GBP	53,228	896,626	0.77
Anglo American	GBP	17,763	475,693	0.41
Ashtead Group	GBP	9,363	463,937	0.40
AstraZeneca	GBP	14,095	1,583,150	1.37
Babcock International Group	GBP	37,194	111,136	0.10
Balfour Beatty	GBP	66,782	248,563	0.21
Barclays	GBP	427,542	623,356	0.54
BP	GBP	280,282	1,431,680	1.24
British American Tobacco	GBP	39,508	1,122,225	0.97
BT Group	GBP	150,324	219,172	0.19
Currys	GBP	283,188	166,231	0.14
Diageo	GBP	4,274	154,441	0.13
easyJet	GBP	99,972	518,255	0.45
GSK	GBP	54,330	776,376	0.67
Haleon	GBP	150,452	484,455	0.42
Hargreaves Lansdown	GBP	25,969	207,544	0.18

# UBS Global Allocation Fund (UK)

Portfolio Statement (unaudited) (continued)  
As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Equities 47.08% (45.30%) (continued)</b>				
<b>United Kingdom 18.31% (17.62%) (continued)</b>				
HSBC Holdings	GBP	264,897	1,455,874	1.26
Imperial Brands	GBP	13,196	245,973	0.21
Intu Properties, REIT^	GBP	301,988	–	–
ITV	GBP	376,214	311,505	0.27
Legal & General Group	GBP	169,591	405,153	0.35
LivaNova	USD	5,500	193,694	0.17
Lloyds Banking Group	GBP	925,924	441,434	0.38
London Stock Exchange Group	GBP	7,736	608,668	0.53
Melrose Industries	GBP	320,906	534,309	0.46
National Express Group	GBP	64,692	78,730	0.07
NatWest Group	GBP	190,766	502,859	0.43
Ocado Group	GBP	38,063	203,637	0.18
Pagegroup	GBP	42,747	195,097	0.17
Prudential	GBP	60,068	661,949	0.57
Rio Tinto	GBP	10,649	583,246	0.50
Sage Group	GBP	36,534	283,139	0.24
Shell	GBP	84,099	1,941,005	1.67
SIG	GBP	198,179	86,010	0.07
Spectris	GBP	27,713	1,014,019	0.87
SThree	GBP	13,443	55,923	0.05
Synthomer	GBP	144,384	168,352	0.15
Taylor Wimpey	GBP	89,762	106,727	0.09
Tesco	GBP	210,176	558,438	0.48
Unilever	EUR	11,781	493,677	0.43
Unilever	GBP	10,332	432,859	0.37
Whitbread	GBP	5,988	178,802	0.15
			<b>21,223,919</b>	<b>18.31</b>
<b>United States of America 17.85% (18.04%)</b>				
AbbVie	USD	4,658	600,463	0.52
Adobe	USD	790	246,800	0.21
Advanced Micro Devices	USD	4,256	336,052	0.29
Amazon.com	USD	9,253	771,989	0.67
Ameriprise Financial	USD	3,174	788,226	0.68
APA	USD	14,235	415,745	0.36
Avantor	USD	13,923	238,257	0.21
Bio-Rad Laboratories 'A'	USD	805	312,100	0.27
Brunswick	USD	5,393	358,616	0.31
Cadence Design Systems	USD	3,988	679,878	0.59
Comcast 'A'	USD	14,258	438,170	0.38
Dollar Tree	USD	3,477	404,185	0.35
Estee Lauder 'A'	USD	1,184	236,390	0.20
Fidelity National Information Services	USD	4,473	196,527	0.17
Hess	USD	7,250	777,577	0.67

# UBS Global Allocation Fund (UK)

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Equities 47.08% (45.30%) (continued)</b>				
<b>United States of America 17.85% (18.04%) (continued)</b>				
IAC	USD	6,754	282,073	0.24
Ingersoll Rand	USD	15,942	752,115	0.65
Las Vegas Sands	USD	8,040	374,405	0.32
Lyft 'A'	USD	13,501	101,446	0.09
Maravai LifeSciences Holdings 'A'	USD	10,358	117,394	0.10
Marsh & McLennan	USD	2,361	318,265	0.27
Martin Marietta Materials	USD	602	173,054	0.15
Mastercard 'A'	USD	1,658	488,152	0.42
Micron Technology	USD	6,265	306,172	0.26
Microsoft	USD	6,935	1,621,084	1.40
Mondelez International 'A'	USD	13,943	788,354	0.68
MSA Safety	USD	2,809	303,436	0.26
Netflix	USD	1,817	509,970	0.44
ON Semiconductor	USD	6,021	402,843	0.35
Prologis, REIT	USD	2,868	289,755	0.25
Regal Rexnord	USD	2,793	318,590	0.27
Salesforce	USD	2,958	479,192	0.41
SLM	USD	31,016	311,332	0.27
Snap 'A'	USD	10,853	98,489	0.08
Spirit AeroSystems Holdings 'A'	USD	14,588	408,413	0.35
Take-Two Interactive Software	USD	6,198	598,876	0.52
TJX	USD	9,883	624,495	0.54
Twilio 'A'	USD	4,188	226,609	0.20
UnitedHealth Group	USD	1,926	736,549	0.64
Vertex Pharmaceuticals	USD	1,909	487,163	0.42
VMware 'A'	USD	2,461	248,673	0.21
Voya Financial	USD	6,564	379,891	0.33
Wayfair 'A'	USD	2,678	74,461	0.06
Wells Fargo	USD	20,610	622,742	0.54
Williams	USD	19,705	476,032	0.41
World Wrestling Entertainment 'A'	USD	8,743	649,697	0.56
Zebra Technologies 'A'	USD	1,249	322,157	0.28
			<b>20,692,854</b>	<b>17.85</b>
<b>Equities total</b>			<b>54,582,402</b>	<b>47.08</b>
<b>Government Bonds 3.43% (0.00%)</b>				
<b>United Kingdom 3.43% (0.00%)</b>				
UK Treasury Bill 0.00% 30/05/2023	GBP	4,000,000	3,973,948	3.43
			<b>3,973,948</b>	<b>3.43</b>
<b>Government Bonds total</b>			<b>3,973,948</b>	<b>3.43</b>

# UBS Global Allocation Fund (UK)

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Swaps (0.03)% (0.00%)</b>				
Credit Default Swap Citigroup Global Markets Buy CDX.NA.HY.39-V1 20/12/2027	USD	7,000,000	(33,957)	(0.03)
<b>Swaps total</b>			<b>(33,957)</b>	<b>(0.03)</b>
<b>Forward Currency Contract 0.80% ((1.61)%)</b>				
Buy AUD 9,415,000 sell GBP 5,406,967 dated 23/05/2023			(312,401)	(0.27)
Buy BRL 18,800,000 sell USD 3,572,922 dated 23/05/2023			66,058	0.06
Buy CAD 70,000 sell GBP 43,352 dated 23/05/2023			(1,610)	–
Buy CHF 895,000 sell GBP 803,528 dated 23/05/2023			(11,701)	(0.01)
Buy CNY 6,148,654 sell USD 890,000 dated 23/05/2023			6,247	–
Buy EUR 5,490,000 sell USD 5,941,247 dated 23/05/2023			34,741	0.03
Buy GBP 811,779 sell CHF 895,000 dated 23/05/2023			19,953	0.02
Buy GBP 669,759 sell DKK 5,590,000 dated 23/05/2023			9,018	0.01
Buy GBP 4,942,580 sell EUR 5,545,000 dated 23/05/2023			63,262	0.05
Buy GBP 555,990 sell HKD 5,230,000 dated 23/05/2023			16,822	0.01
Buy GBP 235,903 sell HUF 105,000,000 dated 23/05/2023			(2,468)	–
Buy GBP 795,721 sell JPY 128,700,000 dated 23/05/2023			10,737	0.01
Buy GBP 655,804 sell MXN 14,240,000 dated 23/05/2023			25,400	0.02
Buy GBP 3,425,000 sell NOK 44,254,741 dated 23/05/2023			1,262	–
Buy GBP 5,987,488 sell NZD 11,575,000 dated 23/05/2023			135,536	0.12
Buy GBP 42,394,535 sell USD 50,769,507 dated 23/05/2023			1,409,923	1.22
Buy JPY 2,102,100,000 sell GBP 13,171,246 dated 23/05/2023			(349,851)	(0.30)
Buy MXN 133,850,000 sell GBP 5,924,903 dated 23/05/2023			635	–
Buy NOK 36,140,000 sell GBP 2,930,558 dated 23/05/2023			(134,611)	(0.12)
Buy SEK 6,550,000 sell GBP 524,865 dated 23/05/2023			(13,360)	(0.01)
Buy USD 2,844,895 sell AUD 4,280,000 dated 23/05/2023			(19,364)	(0.02)
Buy USD 5,387,500 sell CNY 36,635,000 dated 23/05/2023			31,146	0.03
Buy USD 890,000 sell GBP 734,547 dated 23/05/2023			(16,079)	(0.01)
Buy USD 294,075 sell IDR 4,480,200,000 dated 23/05/2023			(3,882)	–
Buy USD 4,385,000 sell KRW 5,670,243,500 dated 23/05/2023			18,518	0.01
Buy USD 2,860,000 sell KRW 3,761,872,400 dated 23/05/2023			(27,423)	(0.02)
Buy USD 2,810,000 sell MXN 52,151,863 dated 23/05/2023			(40,338)	(0.04)
Buy USD 812,030 sell TWD 24,300,000 dated 23/05/2023			8,777	0.01
<b>Forward Currency Contracts total</b>			<b>924,947</b>	<b>0.80</b>
<b>Futures (0.21)% (1.07%)</b>				
Australia 10 Year Bond 15/06/2023	AUD	115	114,525	0.10
Canada 10 Year Bond 21/06/2023	CAD	86	230,826	0.20
Euro-BTP 08/06/2023	EUR	74	235,938	0.20
Euro-Bund 08/06/2023	EUR	(57)	(220,036)	(0.19)
EURO STOXX Bank Index 16/06/2023	EUR	480	(78,242)	(0.07)
MSCI China Index 16/06/2023	USD	150	160,474	0.14

# UBS Global Allocation Fund (UK)

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Futures (0.21)% (1.07%) (continued)</b>				
MSCI Emerging Markets Emini Index 16/06/2023	USD	67	109,096	0.09
Russell 2000 Emini Index 16/06/2023	USD	47	37,936	0.03
S&P 500 Emini Index 16/06/2023	USD	(106)	(812,202)	(0.70)
TOPIX Index 08/06/2023	JPY	(5)	2,424	–
US 10 Year Note 21/06/2023	USD	18	(17,955)	(0.01)
<b>Futures total</b>			<b><u>(237,216)</u></b>	<b><u>(0.21)</u></b>
Investment assets (including Investment liabilities)			106,745,101	92.08
Net other assets			9,177,203	7.92
<b>Net assets</b>			<b><u>115,922,304</u></b>	<b><u>100.00</u></b>

All holdings are ordinary shares or stock units and admitted to official stock exchange listings unless otherwise stated.

The comparative percentage figures in brackets are as at 30 September 2022.

† A related party to the sub-fund.

^ Unlisted, suspended or delisted security.

# UBS Global Allocation Fund (UK)

## Portfolio Movement (unaudited)

For the period ended 31 March 2023

Largest purchases	Cost (£)
UBS Emerging Economies Fund Global Bonds (USD) Fund Class U-X-acc <sup>†</sup>	10,220,794
UK Treasury Bill 15/05/2023	3,948,069
UK Treasury Bill 30/05/2023	3,941,301
UBS USD Corporates (USD) Fund Class U-X-acc <sup>†</sup>	2,399,385
UK Treasury Bill 08/05/2023	1,975,559
Mitsubishi UFJ Financial Group	337,525
DCC	321,589
Zebra Technologies 'A'	309,492
IAC	292,524
Prologis, REIT	284,618
Haleon	276,229
SVB Financial Group	268,483
Koninklijke Philips	256,153
BT Group	206,897
Twilio 'A'	182,853
Take-Two Interactive Software	178,295
Legal & General Group	155,396
Banco de Sabadell	152,266
Microsoft	94,053
Alcon	87,528
<b>Total for the period</b>	<b>27,174,830</b>

Largest sales	Proceeds (£)
UBS MSCI World Minimum Volatility Index Fund E Accumulation <sup>†</sup>	11,724,526
UK Treasury Bill 15/05/2023	3,952,178
UBS China Fixed Income (RMB) Fund class (USD hedged) U-X-acc <sup>†</sup>	3,359,447
UBS USD High Yield (USD) Fund Class U-X-acc <sup>†</sup>	2,466,704
UK Treasury Bill 08/05/2023	1,977,114
UBS European Opportunity Sustainable (EUR) Fund Class U-X-acc <sup>†</sup>	1,871,015
UBS Global Emerging Markets Equity Fund Class K Acc <sup>†</sup>	711,225
Societe Generale	399,169
Madison Square Garden Sports 'A'	371,072
Akamai Technologies	321,132
Las Vegas Sands	305,327
Shell	223,084
F5	219,652
Dropbox 'A'	219,147
NatWest Group	205,899
VMware 'A'	196,207
BP	194,442
RPS Group	175,389
TJX	167,358
Balfour Beatty	165,017
<b>Total for the period</b>	<b>33,101,810</b>

<sup>†</sup> A related party to the sub-fund.

# UBS Global Allocation Fund (UK)

## Financial Statements (unaudited)

### Statement of Total Return

For the period ended 31 March 2023

	£	31.3.23 £	£	31.3.22 £
<b>Income</b>				
Net capital gains/(losses)		3,730,838		(6,522,749)
Revenue	2,117,512		1,741,431	
Expenses	(454,938)		(559,814)	
Net revenue before taxation	1,662,574		1,181,617	
Taxation	(171,401)		(94,167)	
Net revenue after taxation		1,491,173		1,087,450
<b>Total return before distributions</b>		<b>5,222,011</b>		<b>(5,435,299)</b>
Distributions		(1,496,140)		(1,094,958)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>3,725,871</b>		<b>(6,530,257)</b>

### Statement of Change in Net Assets Attributable to Shareholders

For the period ended 31 March 2023

	£	31.3.23 £	£	31.3.22 £
Opening net assets attributable to shareholders		114,455,078 <sup>^</sup>		142,021,787
Amounts receivable on issue of shares	916,314		1,779,906	
Amounts payable on cancellation of shares	(4,640,451)		(7,912,887)	
		<b>(3,724,137)</b>		<b>(6,132,981)</b>
Dilution adjustment		1		78
Change in net assets attributable to shareholders from investment activities		3,725,871		(6,530,257)
Retained distribution on accumulation shares		1,465,491		1,070,505
<b>Closing net assets attributable to shareholders</b>		<b>115,922,304</b>		<b>130,429,132<sup>^</sup></b>

<sup>^</sup> As the comparatives are for the previous interim period, the net assets at the end of that period will not agree to the net assets at the start of the current period. The published net asset value as at 30 September 2022 was £114,455,078.

# UBS Global Allocation Fund (UK)

## Financial Statements (unaudited)

### Balance sheet

As at 31 March 2023

	31.3.23 £	30.9.22 £
<b>Assets</b>		
<b>Fixed assets</b>		
Investments	108,840,581	111,325,880
<b>Current assets</b>		
Debtors	272,809	1,248,486
Cash and bank balances	9,542,764	8,205,609
<b>Total assets</b>	<b>118,656,154</b>	<b>120,779,975</b>
<b>Liabilities</b>		
Investment liabilities	(2,095,480)	(6,084,545)
<b>Creditors</b>		
Other creditors	(638,370)	(240,352)
<b>Total liabilities</b>	<b>(2,733,850)</b>	<b>(6,324,897)</b>
<b>Net assets attributable to shareholders</b>	<b>115,922,304</b>	<b>114,455,078</b>

# UBS Global Allocation Fund (UK)

## Notes to the Financial Statements (unaudited)

### 1. Accounting policies

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Association (IA) in May 2014 (SORP 2014).

The accounting policies applied are consistent with those of the financial statements for the year ended 30 September 2022 and are described in those annual financial statements.



# UBS Global Diversified Income Fund

# UBS Global Diversified Income Fund

## Manager's report

### Investment objective

The Fund aims to achieve an income of 4.5% in any 12 months period.

### Investment Policy

The Fund invests at least 80% in global equities, global bonds, warrants, money market instruments, deposits and cash or near cash.

The Fund may also invest up to 20% in alternative assets, including real estate, infrastructure, private debt, insurance linked securities, mortgage linked securities, bank loans and REITs.

The Fund may invest in these assets directly or through investments in other funds (including closed ended funds). At times the Fund may be predominantly invested in other funds.

The Fund may also use derivatives to invest in these assets including forward and future contracts, swaps, options, and repurchase agreements for investment purposes or efficient portfolio management.

The other funds that the Fund may invest in include funds which are managed by the Investment Manager or its affiliates.

### Investment strategy

The Fund is actively managed, the strategy is to invest in a wide range of income producing assets. The strategy can take active views on exchange rates.

### Benchmark Information

The Fund is not managed by reference to a benchmark, nor does the Manager use a benchmark to assess the Fund's performance. Investors may however assess the Fund's performance by comparing the income provided by the Fund in each year with the income target.

### Market environment

The six months to 31 March 2023 saw a much-improved environment for traditional asset classes as resilience in global growth and signs that the Federal Reserve ("Fed") was nearing the end of its hiking cycle supported bonds and equities. Early in the period, sentiment improved on hopes of a dovish shift in monetary policy as headline inflation figures showed signs of moving lower, however strength in the labour market remained a concern heading into Q1 2023. Global recession fears receded, as both Europe and the UK benefited from lessened energy pressures, while further afield, China announced plans to move away from its activity-dampening COVID-zero policies. As a result, global composite PMI figures improved from Q4 2022 lows and moved into expansionary territory in the first three months of 2023. Despite optimism over the growth backdrop, stress in the US regional banking sector highlighted some potential cracks appearing after the sharp central banking tightening cycle seen in 2022. As a result of the banking concerns on both sides of the Atlantic, bank shares were the main laggards in March 2023. Elsewhere, apart from a brief rally in March amid the banking concerns, the US dollar index declined relatively consistently over the six month period.

### Sub- Fund Performance

The sub-fund delivered a return of 2.44% on C income share class, and a current yield of 6.12% for the period in line with expectations.

Positive performance was seen from the equity and fixed income allocations, while listed alternative exposure detracted. In equities, core income equity exposure drove positive performance, with European income equities the main contributor. Emerging market equity exposure also added value, while more tactical short exposures in US and European futures detracted. On the fixed income side, positive performance was driven by both high yield and emerging market debt. On the high yield side, positive contributions were seen across European, US and Asian positioning. Elsewhere, investment grade and government bond exposure were flat over the period. Within the alternatives allocation, REITs and listed infrastructure were the main detractors.

## Outlook

We are more optimistic on the global economy than consensus. 2022's headwinds have turned into tailwinds for 2023. Global activity has been accelerating. China is leading the way with its reopening, the end of the tech regulatory campaign, and much more support for the property sector. Europe is rebounding after getting through the winter in a much better position than feared. And the US labour market continues to hold up, with lower gasoline prices providing some support for real consumer spending. While the tightening lending standards from recent bank stress will weigh on growth, we think the strong backdrop for the economy and recent easing of financial conditions will cushion economic activity.

This resilient economy is not a good-news story for all asset classes, so we think volatility should persist. We are more optimistic on the economy than we are on stocks at the index level. A solid economy and tight labour market means that inflation will be sticky. This may leave Federal Reserve on track to keep interest rates higher for as long as is necessary to bring about more cooling in wage growth. This will likely weigh on valuations for expensive US equities, which have a high share of longer-duration growth stocks. As a result, we seek to retain defensive characteristics in our portfolio, with a preference for tactical exposure to markets with good risk-reward potential. We prefer being invested in equity markets that are cheaper, where policy is easing rather than tightening, where inflation is low, not high, and where growth is rebounding the most strongly. In our view, China is one attractive macro story, so we are most constructive on Chinese equities as well as broader emerging market stocks. We expect China's reopening to be primarily service-sector oriented, with some positive spillovers to other emerging markets. We also look to retain exposure to portfolio stabilisers such as long-dated bonds and overseas FX, which can help diversify risk across the portfolio. Within fixed income, we prefer Australian and Canadian duration versus the US, while in credit, we see US high yield as unattractive given the relatively narrow yield differential. We also favour emerging market hard-debt due to the attractive all-in yields in that market segment.

### Percentage growth

	30.09.22 to 31.03.23 %	30.09.21 to 30.09.22 %	30.09.20 to 30.09.21 %	30.09.19 to 30.09.20 %	Launch to 30.09.19 %
Class C - Accumulation shares	2.39	-17.95	12.32	-5.96	6.00
Class C - Income shares	2.44	-17.96	12.29	-6.16	6.07
Class R - Accumulation shares	2.50	-17.69	12.85	-4.44*	-
Class R - Income shares	2.53	-17.69	12.71	-9.22*	-
Class K - Accumulation shares	-	-2.96**	13.01	-5.37	6.38

Source; Performance is based on NAV mid prices with income reinvested net of basic rate tax and in sterling terms.

\*covers period from launch.

\*\*covers period to closure.

Launch date: Class C Accumulation shares, Class C Income shares, Class K Accumulation shares: 25 February 2019; Class R Accumulation shares: 2 March 2020; Class R Income shares: 20 February 2020.

Closure date: Class K Accumulation 26 January 2022.

UBS Asset Management Funds Ltd  
31 May 2023

# UBS Global Diversified Income Fund

## 1. Comparative Tables (unaudited)

Accounting period to	C Accumulation shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	45.97	55.98	49.82	52.97
Return before operating charges	1.10	(9.81)	6.69	(2.67)
Operating charges	(0.13)	(0.20)	(0.53)	(0.48)
<b>Return after operating charges*</b>	<b>0.97</b>	<b>(10.01)</b>	<b>6.16</b>	<b>(3.15)</b>
Distributions	(0.96)	(2.73)	(2.75)	(2.78)
Retained distributions	0.96	2.73	2.75	2.78
<b>Closing net asset value</b>	<b>46.94</b>	<b>45.97</b>	<b>55.98</b>	<b>49.82</b>
*after direct transaction costs of	–	–	(0.01)	–
<b>Performance</b>				
Return after charges (%)	2.11	(17.88)	12.36	(5.95)
<b>Other information</b>				
Closing net asset value (£)	166,812	140,029	72,843	44,074
Closing number of shares	355,362	304,629	130,118	88,472
Operating charges (%)	0.92	0.92	0.97	0.94
Direct transaction costs (%)	0.01	–	0.01	–
<b>Prices</b>				
Highest dealing price	49.16p	56.81p	57.44p	54.82p
Lowest dealing price	45.38p	45.93p	49.30p	42.44p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

# UBS Global Diversified Income Fund

Accounting period to	C Income shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	38.04	48.92	45.80	51.45
Return before operating charges	0.91	(8.37)	6.08	(2.53)
Operating charges	(0.10)	(0.14)	(0.49)	(0.46)
<b>Return after operating charges*</b>	<b>0.81</b>	<b>(8.51)</b>	<b>5.59</b>	<b>(2.99)</b>
Distributions	(0.93)	(2.37)	(2.47)	(2.66)
<b>Closing net asset value</b>	<b>37.92</b>	<b>38.04</b>	<b>48.92</b>	<b>45.80</b>
*after direct transaction costs of	–	–	(0.01)	–
<b>Performance</b>				
Return after charges (%)	2.13	(17.40)	12.21	(5.81)
<b>Other information</b>				
Closing net asset value (£)	330,802	314,319	26,883	916
Closing number of shares	872,453	826,341	54,956	2,000
Operating charges (%)	0.92	0.92	0.97	0.94
Direct transaction costs (%)	0.01	–	0.01	–
<b>Prices</b>				
Highest dealing price	40.06p	49.49p	50.92p	52.81p
Lowest dealing price	37.47p	38.60p	45.32p	40.66p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

# UBS Global Diversified Income Fund

Accounting period to	R Accumulation shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	44.40	53.91	47.76	50.00
Return before operating charges	1.00	(9.52)	6.27	(1.95)
Operating charges	(0.06)	(0.01)	(0.12)	(0.29)
<b>Return after operating charges*</b>	<b>0.94</b>	<b>(9.51)</b>	<b>6.15</b>	<b>(2.24)</b>
Distributions	(0.96)	(2.62)	(2.64)	(1.66)
Retained distributions	0.96	2.62	2.64	1.66
<b>Closing net asset value</b>	<b>45.34</b>	<b>44.40</b>	<b>53.91</b>	<b>47.76</b>
*after direct transaction costs of	–	–	(0.01)	–
<b>Performance</b>				
Return after charges (%)	2.12	(17.64)	12.88	(4.48)
<b>Other information</b>				
Closing net asset value (£)	931,312	1,408,861	1,377,355	193
Closing number of shares	2,054,215	3,173,138	2,554,695	403
Operating charges (%)	0.55	0.55	0.22	0.61
Direct transaction costs (%)	0.01	–	0.01	–
<b>Prices</b>				
Highest dealing price	47.54p	54.75p	55.30p	50.61p
Lowest dealing price	43.86p	44.38p	47.27p	40.58p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

# UBS Global Diversified Income Fund

Accounting period to	R Income shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20 <sup>††</sup>
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	36.76	47.09	43.91	50.00
Return before operating charges	0.93	(8.13)	5.65	(4.24)
Operating charges	(0.08)	(0.01)	(0.11)	(0.27)
<b>Return after operating charges*</b>	<b>0.85</b>	<b>(8.12)</b>	<b>5.54</b>	<b>(4.51)</b>
Distributions	(0.93)	(2.21)	(2.36)	(1.58)
<b>Closing net asset value</b>	<b>36.68</b>	<b>36.76</b>	<b>47.09</b>	<b>43.91</b>
*after direct transaction costs of	–	–	–	–

## Performance

Return after charges (%)	2.31	(17.24)	12.62	(9.02)
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## Other information

Closing net asset value (£)	4,350,561	3,562,768	2,653,233	440,447
Closing number of shares	11,861,507	9,693,214	5,634,497	1,002,992
Operating charges (%)	0.55	0.55	0.22	0.61
Direct transaction costs (%)	0.01	–	0.01	–

## Prices

Highest dealing price	38.73p	47.65p	48.94p	50.01p
Lowest dealing price	36.24p	37.23p	43.47p	38.71p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

<sup>††</sup> Covers the period from 20 February 2020 to 30 September 2020.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

# UBS Global Diversified Income Fund

## 2. Ongoing Charges Figure (unaudited)

The ongoing charges figure (OCF) is the ratio of the sub-fund's annual operating expenses (excluding overdraft interest) to the average net assets of the sub-fund. It covers all aspects of operating the sub-fund during the period, including fees paid for investment management, administration, safeguarding the sub-fund's assets, depositary services and audit (net of any fee rebates if applicable). Where the sub-fund invests in other funds, the figure includes the impact of the charges made in those other funds.

	<b>31.3.23</b>	<b>30.9.22</b>
<b>Share Class</b>	<b>%</b>	<b>%</b>
C Accumulation shares	0.92	0.92
C Income shares	0.92	0.92
R Accumulation shares	0.55	0.55*
R Income shares	0.55	0.55*

\* 0.38% AMC re introduced from 1 Jan 2022.

The Operating charges as disclosed in the Comparative Tables are calculated on an ex-post basis and as such may vary from the OCF where:

- (a) Changes to the fee rates were made during the period and the OCF has been amended to be future proofed for this change.
- (b) The OCF has been annualised for a share class that has not been in existence for a full year.

# UBS Global Diversified Income Fund

## Portfolio Statement (unaudited)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Collective Investment Schemes 78.31% (66.34%)</b>				
Amundi Index FTSE EPRA NAREIT GLOBAL Fund DR (EUR)	EUR	3,074	132,623	2.29
UBS Asian High Yield (USD) Fund Class I-X-d <sup>†</sup>	USD	2,470	101,900	1.76
UBS China Fixed Income (RMB) Fund Class U-X-UKdist-mdist <sup>†</sup>	CNY	4	49,579	0.86
UBS Emerging Economies Global Bonds (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	124	748,913	12.96
UBS Euro Countries Income Sustainable (EUR) Fund Class U-X-UKdist-mdist <sup>†</sup>	EUR	61	378,502	6.55
UBS Euro High Yield (EUR) Fund Class U-X-UKdist-mdist <sup>†</sup>	EUR	18	139,058	2.41
UBS Full Cycle Asian Bond (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	31	216,933	3.75
UBS Global Corporates (USD) Fund Class I-X-UKdist <sup>†</sup>	USD	5,072	391,501	6.77
UBS Global Equities (USD) Fund Class Anteilsklasse I-X-acc <sup>†</sup>	USD	1,052	239,226	4.14
UBS Global Opportunity Sustainable (USD) Fund Class U-X-acc <sup>†</sup>	USD	34	297,445	5.15
UBS Small Caps Europe Sustainable (EUR) Fund Class U-X-acc <sup>†</sup>	EUR	7	85,292	1.48
UBS US Income Sustainable (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	115	1,012,511	17.52
UBS USD High Yield (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	20	139,894	2.42
UBS UK Equity Income Fund Class K Inc <sup>†</sup>	GBP	644	592,718	10.25
<b>Collective Investment Schemes total</b>			<b><u>4,526,095</u></b>	<b><u>78.31</u></b>
<b>Equities 0.90% (14.05%)</b>				
<b>Guernsey 0.17% (4.11%)</b>				
Hipgnosis Songs Fund	GBP	11,850	9,598	0.17
			<b><u>9,598</u></b>	<b><u>0.17</u></b>
<b>Jersey 0.00% (2.05%)</b>				
<b>Luxembourg 0.00% (0.85%)</b>				
<b>United Kingdom 0.73% (7.04%)</b>				
Home REIT <sup>^</sup>	GBP	115,021	42,453	0.73
			<b><u>42,453</u></b>	<b><u>0.73</u></b>
<b>Equities total</b>			<b><u>52,051</u></b>	<b><u>0.90</u></b>
<b>Government Bonds 13.96% (4.47%)</b>				
<b>United States of America 13.96% (4.47%)</b>				
US Treasury Bill 0.00% 18/05/2023	USD	1,003,000	806,457	13.96
			<b><u>806,457</u></b>	<b><u>13.96</u></b>
<b>Government Bonds total</b>			<b><u>806,457</u></b>	<b><u>13.96</u></b>
<b>Swaps 0.01% ((0.23)%)</b>				
Credit Default Swap Citigroup Global Markets Sell CDX.NA.HY.40-V1 20/06/2028	USD	340,000	2,599	0.05
Interest Rate Swap Citigroup Global Markets Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.44% 03/09/2026	CNY	700,000	(620)	(0.01)
Interest Rate Swap Citigroup Global Markets Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.48% 29/11/2026	CNY	1,700,000	(1,518)	(0.03)

# UBS Global Diversified Income Fund

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Swaps 0.01% ((0.23)%) (continued)</b>				
<b>Swaps total</b>			<b>461</b>	<b>0.01</b>
<b>Forward Currency Contract 1.90% ((1.74)%)</b>				
Buy AUD 20,000 sell GBP (10,828) dated 07/06/2023			17	–
Buy AUD 209,100 sell GBP (118,150) dated 07/06/2023			(4,767)	(0.08)
Buy BRL 649,400 sell USD (122,626) dated 07/06/2023			3,183	0.06
Buy COP 255,535,200 sell USD (52,126) dated 07/06/2023			1,607	0.03
Buy EUR 82,100 sell GBP (72,156) dated 07/06/2023			157	–
Buy EUR 134,700 sell USD (147,465) dated 07/06/2023			(462)	(0.01)
Buy GBP 159,999 sell CAD (260,100) dated 07/06/2023			4,605	0.08
Buy GBP 52,221 sell CNY (430,300) dated 07/06/2023			1,360	0.02
Buy GBP 960,848 sell EUR (1,081,600) dated 07/06/2023			8,174	0.14
Buy GBP 217,395 sell NZD (418,400) dated 07/06/2023			5,959	0.10
Buy GBP 3,724,927 sell USD (4,474,800) dated 07/06/2023			110,686	1.92
Buy GBP 28,966 sell USD (35,900) dated 07/06/2023			(30)	–
Buy JPY 48,845,900 sell GBP (302,446) dated 07/06/2023			(3,152)	(0.05)
Buy JPY 18,642,492 sell USD (142,700) dated 07/06/2023			(1,028)	(0.02)
Buy NOK 2,837,000 sell GBP (228,179) dated 07/06/2023			(8,720)	(0.15)
Buy USD 411,222 sell CNY (2,839,900) dated 07/06/2023			(3,533)	(0.06)
Buy USD 152,600 sell GBP (126,213) dated 07/06/2023			(2,960)	(0.05)
Buy USD 48,441 sell INR (4,025,800) dated 07/06/2023			(289)	(0.01)
Buy USD 186,634 sell KRW (243,590,085) dated 07/06/2023			(983)	(0.02)
Buy USD 47,576 sell TWD (1,439,800) dated 07/06/2023			(35)	–
<b>Forward Currency Contracts total</b>			<b>109,789</b>	<b>1.90</b>
<b>Futures 0.11% ((0.79)%)</b>				
Australia 10 Year Bond 15/06/2023	AUD	2	3,201	0.06
Canada 10 Year Bond 21/06/2023	CAD	2	6,096	0.11
EURO STOXX 50 Index 16/06/2023	EUR	(6)	(7,355)	(0.13)
EURO STOXX Bank Index 16/06/2023	EUR	25	(5,569)	(0.10)
FTSE 100 Index 16/06/2023	GBP	(1)	(370)	(0.01)
Long Gilt 28/06/2023	GBP	(1)	(2,900)	(0.05)
MSCI China Index 16/06/2023	USD	5	6,268	0.11
MSCI Emerging Markets Emini Index 16/06/2023	USD	8	12,617	0.22
Russell 2000 Emini Index 16/06/2023	USD	2	4,343	0.08
S&P 500 Emini Index 16/06/2023	USD	(2)	(19,972)	(0.35)
TOPIX Mini Index 08/06/2023	JPY	4	144	–
US 5 Year Note 30/06/2023	USD	5	9,130	0.16
US 10 Year Note 21/06/2023	USD	(5)	(13,269)	(0.23)
US Ultra Bond 21/06/2023	USD	3	14,065	0.24
<b>Futures total</b>			<b>6,429</b>	<b>0.11</b>

# UBS Global Diversified Income Fund

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
Investment assets (including Investment liabilities)			5,501,282	95.19
Net other assets			278,195	4.81
<b>Net assets</b>			<b><u>5,779,477</u></b>	<b><u>100.00</u></b>

All holdings are ordinary shares or stock units and admitted to official stock exchange listings unless otherwise stated.

The comparative percentage figures in brackets are as at 30 September 2022.

† A related party to the sub-fund.

^ Unlisted, suspended or delisted security.

# UBS Global Diversified Income Fund

## Portfolio Movement (unaudited)

For the period ended 31 March 2023

	Cost £
<b>Largest purchases</b>	
US Treasury Bill 0.00% 18/05/2023	874,265
UBS Global Corporates (USD) Fund Class I-X-UKdist†	408,868
US Treasury Bill 0.00% 10/08/2023	293,817
UBS UK Equity Income Fund Class K Inc†	292,498
UBS Emerging Economies Global Bonds (USD) Fund Class U-X-UKdist-mdist†	211,567
Amundi Index FTSE EPRA NAREIT GLOBAL UCITS Fund DR	133,544
UBS US Income Sustainable (USD) Fund Class U-X-UKdist-mdist†	96,904
UBS Full Cycle Asian Bond (USD) Fund Class U-X-UKdist-mdist†	22,086
UBS Global Opportunity Sustainable (USD) Fund Class U-X-acc†	17,309
<b>Total for the period</b>	<b>2,350,858</b>

	Proceeds £
<b>Largest sales</b>	
US Treasury Bill 10/08/2023	298,705
iShares Core FTSE 100 UCITS Fund GBP (Dist) Share Class	200,591
US Treasury Bill 0.00% 26/01/2023	161,871
International Public Partnerships	84,317
Sequoia Economic Infrastructure Income Fund	80,267
Supermarket Income REIT	79,777
SDCL Energy Efficiency Income Trust	73,801
Target Healthcare REIT	68,652
3i Infrastructure	66,333
US Treasury Bill 0.00% 06/10/2022	65,208
US Treasury Bill 0.00% 18/05/2023	56,302
UBS US Income Sustainable (USD) Fund Class U-X-UKdist-mdist†	44,851
BBGI Global Infrastructure	42,878
Hipgnosis Songs Fund	41,074
Digital 9 Infrastructure	37,259
UBS Euro Countries Income Sustainable (EUR) Fund Class U-X-UKdist-mdist†	19,666
Vanguard S&P 500 Fund (USD) Distributing	13,411
<b>Total for the period</b>	<b>1,434,963</b>

† A related party to the sub-fund.

# UBS Global Diversified Income Fund

## Financial Statements (unaudited)

### Statement of Total Return

For the period ended 31 March 2023

	£	31.3.23 £	£	31.3.22 £
<b>Income</b>				
Net capital losses		(29,314)		(842,974)
Revenue	177,550		319,919	
Expenses	(11,879)		(13,040)	
Net revenue before taxation	165,671		306,879	
Taxation	(28,484)		(32,241)	
Net revenue after taxation		137,187		274,638
<b>Total return before distributions</b>		<b>107,873</b>		<b>(568,336)</b>
Distributions		(136,807)		(267,643)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(28,934)</b>		<b>(835,979)</b>

### Statement of Change in Net Assets Attributable to Shareholders

For the period ended 31 March 2023

	£	31.3.23 £	£	31.3.22 £
Opening net assets attributable to shareholders		5,425,977 <sup>^</sup>		15,503,406
Amounts receivable on issue of shares	836,214		1,746,266	
Amounts payable on cancellation of shares	(486,649)		(11,204,839)	
		<b>349,565</b>		<b>(9,458,573)</b>
Dilution adjustment		962		15,620
Change in net assets attributable to shareholders from investment activities		(28,934)		(835,979)
Retained distribution on accumulation shares		31,907		123,616
<b>Closing net assets attributable to shareholders</b>		<b>5,779,477</b>		<b>5,348,090<sup>^</sup></b>

<sup>^</sup> As the comparatives are for the previous interim period, the net assets at the end of that period will not agree to the net assets at the start of the current period. The published net asset value as at 30 September 2022 was £5,425,977.

# UBS Global Diversified Income Fund

## Financial Statements (unaudited)

### Balance sheet

As at 31 March 2023

	31.3.23 £	30.9.22 £
<b>Assets</b>		
<b>Fixed assets</b>		
Investments	5,578,814	4,666,756
<b>Current assets</b>		
Debtors	509,794	119,762
Cash and bank balances	180,758	985,686
<b>Total assets</b>	<b>6,269,366</b>	<b>5,772,204</b>
<b>Liabilities</b>		
Investment liabilities	(77,532)	(211,897)
Provisions for liabilities	(18,783)	–
<b>Creditors</b>		
Bank overdrafts	–	(4,668)
Distributions payable	(20,374)	(49,629)
Other creditors	(373,200)	(80,033)
<b>Total liabilities</b>	<b>(489,889)</b>	<b>(346,227)</b>
<b>Net assets attributable to shareholders</b>	<b>5,779,477</b>	<b>5,425,977</b>

# UBS Global Diversified Income Fund

## Notes to the Financial Statements (unaudited)

### 1. Accounting policies

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Association (IA) in May 2014 (SORP 2014).

The accounting policies applied are consistent with those of the financial statements for the year ended 30 September 2022 and are described in those annual financial statements.



# UBS Multi-Asset Income Fund

# UBS Multi-Asset Income Fund

## Manager's report

### Investment objective

The Fund aims to achieve an income return of 1 month compounded SONIA +3% in any 12 month period.

### Investment Policy

The Fund invests at least 80% in global equities, global bonds, warrants, money market instruments, deposits and cash or near cash.

The Fund may also invest up to 20% in alternative assets, including real estate, infrastructure, private debt, insurance linked securities, mortgage linked securities, bank loans and REITs.

The Fund can invest in any country globally.

The Fund may invest in these assets directly or through investments in other funds. At times, the Fund may be predominantly invested in other funds.

The Fund may use derivatives to invest in these assets including forward and future contracts, swaps, options, and repurchase agreements for investment purposes or efficient portfolio management.

The other funds that the Fund may invest in include funds which are managed by the Investment Manager or its affiliates.

### Investment strategy

The Fund is actively managed, the strategy is to invest in a wide range of income producing assets.

### Benchmark Information

The Fund is not managed by reference to a benchmark, nor does the Manager use a benchmark to assess the Fund's performance. Investors may however assess the Fund's performance by comparing the income provided by the Fund in a year with the income target.

### Market environment

The six months to 31 March 2023 saw a much-improved environment for traditional asset classes as resilience in global growth and signs that the Federal Reserve ("Fed") was nearing the end of its hiking cycle supported bonds and equities. Early in the period, sentiment improved on hopes of a dovish shift in monetary policy as headline inflation figures showed signs of moving lower, however strength in the labour market remained a concern heading into Q1 2023. Global recession fears receded, as both Europe and the UK benefited from lessened energy pressures, while further afield, China announced plans to move away from its activity-dampening COVID-zero policies. As a result, global composite PMI figures improved from Q4 2022 lows and moved into expansionary territory in the first three months of 2023. Despite optimism over the growth backdrop, stress in the US regional banking sector highlighted some potential cracks appearing after the sharp central banking tightening cycle seen in 2022. As a result of the banking concerns on both sides of the Atlantic, bank shares were the main laggards in March 2023. Elsewhere, apart from a brief rally in March amid the banking concerns, the US dollar index declined relatively consistently over the six month period.

### Sub- Fund Performance

The sub-fund delivered a return of 2.94%, C Income share class. It's minimum income objective was achieved with an underlying yield of 4.75%.

Positive performance over the period was seen from both equities and fixed income, while alternatives exposure detracted. Within equities, global income equity and UK value equity exposures both added value. Emerging market positioning also added value, as did more tactical exposures in UK futures, however, short positions in US and European futures detracted from performance. On the fixed income side, US, European and Asian high yield credit were the main positive contributors,

while Australian and Canadian duration exposures added value. Within the alternatives allocation, REITs were the main negative contributor over the period, while listed infrastructure positioning also detracted.

## Outlook

We are more optimistic on the global economy than consensus. 2022's headwinds have turned into tailwinds for 2023. Global activity has been accelerating. China is leading the way with its reopening, the end of the tech regulatory campaign, and much more support for the property sector. Europe is rebounding after getting through the winter in a much better position than feared. And the US labour market continues to hold up, with lower gasoline prices providing some support for real consumer spending. While the tightening lending standards from recent bank stress will weigh on growth, we think the strong backdrop for the economy and recent easing of financial conditions will cushion economic activity.

This resilient economy is not a good-news story for all asset classes, so we think volatility should persist. We are more optimistic on the economy than we are on stocks at the index level. A solid economy and tight labour market means that inflation will be sticky. This may leave Federal Reserve on track to keep interest rates higher for as long as is necessary to bring about more cooling in wage growth. This will likely weigh on valuations for expensive US equities, which have a high share of longer-duration growth stocks. As a result, we seek to retain defensive characteristics in our portfolio, with a preference for tactical exposure to markets with good risk-reward potential. We prefer being invested in equity markets that are cheaper, where policy is easing rather than tightening, where inflation is low, not high, and where growth is rebounding the most strongly. In our view, China is one attractive macro story, so we are most constructive on Chinese equities as well as broader emerging market stocks. We expect China's reopening to be primarily service-sector oriented, with some positive spillovers to other emerging markets. We also look to retain exposure to portfolio stabilisers such as long-dated bonds and overseas FX, which can help diversify risk across the portfolio. Within fixed income, we prefer Australian and Canadian duration versus the US, while in credit, we see US high yield as unattractive given the relatively narrow yield differential. We also favour emerging market hard-debt due to the attractive all-in yields in that market segment.

## Percentage growth

### Percentage growth

	30/09/22 to 31/03/23 %	30/09/21 To 30/09/22 %	30/09/20 to 30/09/21 %	30/09/19 To 30/09/20 %	30/09/18 To 30/09/19 %
Class C - Accumulation Gross Shares	2.94	-16.76	7.63	-2.51	5.15
Class C - Income Gross Shares	2.94	-16.77	7.65	-2.50	5.16
Class L - Accumulation Gross Shares	3.02	-16.63	7.80	-2.37	5.27
Class L - Income Gross Shares	3.07	-16.64	7.79	-2.35	5.27

Source: Performance is based on NAV mid prices with income reinvested net of basic rate tax and in sterling terms.

Launch date: Class C Accumulation Gross shares, Class C Income Gross shares: 15 August 2012; Class L Accumulation and Income Gross shares: 25 June 2013.

UBS Asset Management Funds Ltd  
31 May 2023

# UBS Multi-Asset Income Fund

## 1. Comparative Tables (unaudited)

Accounting period to	C Accumulation (Gross) shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	55.40	66.66	61.78	63.74
Return before operating charges	2.24	(10.81)	5.47	(1.40)
Operating charges	(0.23)	(0.45)	(0.59)	(0.56)
<b>Return after operating charges*</b>	<b>2.01</b>	<b>(11.26)</b>	<b>4.88</b>	<b>(1.96)</b>
Distributions	(1.76)	(3.25)	(2.89)	(3.30)
Retained distributions	1.76	3.25	2.89	3.30
<b>Closing net asset value</b>	<b>57.41</b>	<b>55.40</b>	<b>66.66</b>	<b>61.78</b>
*after direct transaction costs of	–	–	–	–
<b>Performance</b>				
Return after charges (%)	3.63	(16.89)	7.90	(3.07)
<b>Other information</b>				
Closing net asset value (£)	500,522	471,849	663,309	822,296
Closing number of shares	871,766	851,664	994,993	1,330,908
Operating charges (%)	0.85	0.84	0.90	0.90
Direct transaction costs (%)	0.01	–	–	–
<b>Prices</b>				
Highest dealing price	59.16p	67.20p	68.12p	66.26p
Lowest dealing price	54.72p	55.34p	62.07p	52.34p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

# UBS Multi-Asset Income Fund

Accounting period to	C Income (Gross) shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	35.58	45.18	43.74	47.65
Return before operating charges	1.44	(7.13)	3.86	(1.09)
Operating charges	(0.15)	(0.30)	(0.41)	(0.40)
<b>Return after operating charges*</b>	<b>1.29</b>	<b>(7.43)</b>	<b>3.45</b>	<b>(1.49)</b>
Distributions	(1.12)	(2.17)	(2.01)	(2.42)
<b>Closing net asset value</b>	<b>35.75</b>	<b>35.58</b>	<b>45.18</b>	<b>43.74</b>
*after direct transaction costs of	–	–	–	–
<b>Performance</b>				
Return after charges (%)	3.63	(16.45)	7.89	(3.13)
<b>Other information</b>				
Closing net asset value (£)	494,544	544,614	718,861	756,980
Closing number of shares	1,383,369	1,530,856	1,590,975	1,730,475
Operating charges (%)	0.85	0.84	0.89	0.88
Direct transaction costs (%)	0.01	–	–	–
<b>Prices</b>				
Highest dealing price	37.35p	45.55p	46.77p	48.99p
Lowest dealing price	35.12p	36.05p	43.94p	38.70p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

# UBS Multi-Asset Income Fund

Accounting period to	L Accumulation (Gross) shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	55.25	66.38	61.43	63.28
Return before operating charges	2.24	(10.77)	5.41	(1.39)
Operating charges	(0.18)	(0.36)	(0.46)	(0.46)
<b>Return after operating charges*</b>	<b>2.06</b>	<b>(11.13)</b>	<b>4.95</b>	<b>(1.85)</b>
Distributions	(1.75)	(3.25)	(2.87)	(3.28)
Retained distributions	1.75	3.25	2.87	3.28
<b>Closing net asset value</b>	<b>57.31</b>	<b>55.25</b>	<b>66.38</b>	<b>61.43</b>
*after direct transaction costs of	-	-	-	-
<b>Performance</b>				
Return after charges (%)	3.73	(16.77)	8.06	(2.92)
<b>Other information</b>				
Closing net asset value (£)	4,142,368	4,057,337	4,656,939	2,390,356
Closing number of shares	7,228,319	7,343,289	7,015,048	3,891,078
Operating charges (%)	0.69	0.69	0.70	0.75
Direct transaction costs (%)	0.01	-	-	-
<b>Prices</b>				
Highest dealing price	59.02p	66.94p	67.82p	65.82p
Lowest dealing price	54.58p	55.19p	61.73p	52.00p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

# UBS Multi-Asset Income Fund

Accounting period to	L Income (Gross) shares			
	31.03.23 <sup>†</sup>	30.09.22	30.09.21	30.09.20
	p	p	p	p
<b>Change in net asset value</b>				
Opening net asset value	36.65	46.47	44.93	48.87
Return before operating charges	1.48	(7.35)	3.94	(1.11)
Operating charges	(0.11)	(0.24)	(0.33)	(0.35)
<b>Return after operating charges*</b>	<b>1.37</b>	<b>(7.59)</b>	<b>3.61</b>	<b>(1.46)</b>
Distributions	(1.15)	(2.23)	(2.07)	(2.48)
<b>Closing net asset value</b>	<b>36.87</b>	<b>36.65</b>	<b>46.47</b>	<b>44.93</b>
* after direct transaction costs of	–	–	–	–
<b>Performance</b>				
Return after charges (%)	3.74	(16.33)	8.03	(2.99)
<b>Other information</b>				
Closing net asset value (£)	26,412,124	26,253,053	33,286,821	32,182,069
Closing number of shares	71,626,460	71,626,460	71,626,460	71,626,460
Operating charges (%)	0.69	0.69	0.70	0.75
Direct transaction costs (%)	0.01	–	–	–
<b>Prices</b>				
Highest dealing price	38.51p	46.87p	48.10p	50.27p
Lowest dealing price	36.20p	37.14p	45.14p	39.72p

<sup>†</sup> Covers the period from 1 October 2022 to 31 March 2023.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

# UBS Multi-Asset Income Fund

## 2. Ongoing Charges Figure (unaudited)

The ongoing charges figure (OCF) is the ratio of the sub-fund's annual operating expenses (excluding overdraft interest) to the average net assets of the sub-fund. It covers all aspects of operating the sub-fund during the period, including fees paid for investment management, administration, safeguarding the sub-fund's assets, depositary services and audit (net of any fee rebates if applicable). Where the sub-fund invests in other funds, the figure includes the impact of the charges made in those other funds.

<b>Share Class</b>	<b>31.3.23</b>	<b>30.9.22</b>
	<b>%</b>	<b>%</b>
C Accumulation (Gross) shares	0.85	0.84
C Income (Gross) shares	0.85	0.84
L Accumulation (Gross) shares	0.69	0.69
L Income (Gross) shares	0.69	0.69

The Operating charges as disclosed in the Comparative Tables are calculated on an ex-post basis and as such may vary from the OCF where:

- (a) Changes to the fee rates were made during the period and the OCF has been amended to be future proofed for this change.
- (b) The OCF has been annualised for a share class that has not been in existence for a full year.

# UBS Multi-Asset Income Fund

## Portfolio Statement (unaudited)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Collective Investment Schemes 75.62% (63.17%)</b>				
iShares \$ Corp Bond Fund USD (Dist) Share Class	USD	4,240	353,034	1.12
SPDR Bloomberg 10+ Year U.S. Corporate Bond UCITS Fund (Dist)	USD	73,710	1,656,083	5.25
AMUNDI INDEX FTSE EPRA NAREIT GLOBAL UCITS ETF DR	EUR	16,944	731,022	2.32
UBS (Lux) Bond - Asian High Yield (USD) Fund Class I-X-dist <sup>†</sup>	USD	11,287	511,655	1.62
UBS China Fixed Income (RMB) Fund Class U-X-UKdist-mdist <sup>†</sup>	CNY	153	1,901,579	6.03
UBS Euro High Yield (EUR) Fund Class U-X-UKdist-mdist <sup>†</sup>	EUR	253	1,965,757	6.23
UBS Floating Rate Income (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	113	886,359	2.81
UBS Full Cycle Asian Bond (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	176	1,236,815	3.92
UBS Global Bonds (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	484	2,949,897	9.35
UBS Global Income Sustainable (USD) Fund Class (GBP hedged) I-B-UKdist-mdist <sup>†</sup>	GBP	80,790	5,343,422	16.93
UBS Lux Bond SICAV - Global Corporates USD <sup>†</sup>	USD	39,942	3,173,523	10.06
UBS USD High Yield (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	USD	211	1,508,313	4.78
UBS UK Equity Income Fund Class K Inc <sup>†</sup>	GBP	1,782	1,639,708	5.20
<b>Collective Investment Schemes total</b>			<b><u>23,857,167</u></b>	<b><u>75.62</u></b>
<b>Equities 0.90% (12.77%)</b>				
<b>Guernsey 0.16% (6.01%)</b>				
Hipgnosis Songs Fund	GBP	62,792	50,861	0.16
			<u>50,861</u>	<u>0.16</u>
<b>United Kingdom 0.74% (6.76%)</b>				
Home REIT <sup>^</sup>	GBP	617,400	234,921	0.74
			<u>234,921</u>	<u>0.74</u>
<b>Equities total</b>			<b><u>285,782</u></b>	<b><u>0.90</u></b>
<b>Government Bonds 19.39% (12.66%)</b>				
<b>United States of America 19.39% (12.66%)</b>				
US Treasury Bill 0.00% 02/11/2023	USD	4,000,000	3,149,485	9.98
US Treasury Inflation Indexed, FRN 3.88% 15/04/2029	USD	1,751,200	2,967,395	9.41
			<u>6,116,880</u>	<u>19.39</u>
<b>Government Bonds total</b>			<b><u>6,116,880</u></b>	<b><u>19.39</u></b>
<b>Swaps 0.04% ((0.21)%)</b>				
Credit Default Swap Citigroup Global Markets Sell CDX.NA.HY.40-V1 20/06/2028	USD	1,770,000	13,518	0.04
<b>Swaps total</b>			<b><u>13,518</u></b>	<b><u>0.04</u></b>
<b>Forward Currency Contract 1.12% ((2.41)%)</b>				
Buy EUR 214,959 sell GBP 190,400 dated 18/04/2023			(1,501)	(0.01)
Buy GBP 1,949,459 sell CNY 16,307,200 dated 18/04/2023			31,218	0.10

# UBS Multi-Asset Income Fund

## Portfolio Statement (unaudited) (continued)

As at 31 March 2023

Investment	Currency	Holding	Market Value £	% of Net Assets
<b>Forward Currency Contract 1.12% ((2.41)%) (continued)</b>				
Buy GBP 2,339,793 sell EUR 2,649,200 dated 18/04/2023			11,762	0.04
Buy GBP 17,795,557 sell USD 21,631,600 dated 18/04/2023			320,312	1.02
Buy USD 1,166,734 sell CNY 8,087,100 dated 18/04/2023			(8,744)	(0.03)
<b>Forward Currency Contracts total</b>			<b>353,047</b>	<b>1.12</b>
<b>Futures 0.22% ((0.77)%)</b>				
Australia 10 Year Bond 15/06/2023	AUD	14	22,439	0.07
Canada 10 Year Bond 21/06/2023	CAD	12	32,208	0.10
Euro-Bund 08/06/2023	EUR	(4)	(14,879)	(0.05)
EURO STOXX 50 Index 16/06/2023	EUR	(9)	(10,445)	(0.03)
EURO STOXX Bank Index 16/06/2023	EUR	88	(21,430)	(0.07)
FTSE 100 Index 16/06/2023	GBP	(4)	(1,510)	–
Long Gilt 28/06/2023	GBP	5	12,975	0.04
MSCI China Index 16/06/2023	USD	30	40,424	0.13
MSCI Emerging Markets Emini Index 16/06/2023	USD	15	23,576	0.08
Russell 2000 Emini Index 16/06/2023	USD	9	7,455	0.02
S&P 500 Emini Index 16/06/2023	USD	(6)	(45,879)	(0.14)
TOPIX Index 08/06/2023	JPY	(5)	2,424	0.01
US 5 Year Note 30/06/2023	USD	20	32,955	0.10
US 10 Year Note 21/06/2023	USD	(5)	(11,932)	(0.04)
<b>Futures total</b>			<b>68,381</b>	<b>0.22</b>
Investment assets (including Investment liabilities)			30,694,775	97.29
Net other assets			854,783	2.71
<b>Net assets</b>			<b>31,549,558</b>	<b>100.00</b>

All holdings are ordinary shares or stock units and admitted to official stock exchange listings unless otherwise stated.

The comparative percentage figures in brackets are as at 30 September 2022.

† A related party to the sub-fund.

^ Unlisted, suspended or delisted security.

# UBS Multi-Asset Income Fund

## Portfolio Movement (unaudited)

For the period ended 31 March 2023

	Cost £
<b>Largest purchases</b>	
UBS Global Corporates (USD) Fund Class I-X-UKdist <sup>†</sup>	3,232,961
US Treasury Bill 0.00% 02/11/2023	3,154,492
UBS UK Equity Income Fund Class K Inc <sup>†</sup>	986,417
US Treasury Bill 0.00% 26/01/2023	794,355
US Treasury Bill 0.00% 23/03/2023	788,647
Amundi Index FTSE EPRA NAREIT GLOBAL UCITS Fund DR	735,337
UBS Emerging Economies Global Bonds (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	692,146
<b>Total for the period</b>	<b>10,384,355</b>

	Proceeds £
<b>Largest sales</b>	
International Public Partnerships	816,269
US Treasury Inflation Indexed, FRN 3.88% 15/04/2029	797,213
US Treasury Bill 0.00% 23/03/2023	772,107
US Treasury Bill 0.00% 26/01/2023	766,655
Sequoia Economic Infrastructure Income Fund	621,087
SDCL Energy Efficiency Income Trust	536,555
Supermarket Income REIT	473,476
UBS Floating Rate Income (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	386,091
Hipgnosis Songs Fund	352,322
UBS USD High Yield (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	319,165
Target Healthcare REIT	253,908
UBS UK Equity Income Fund Class K Inc <sup>†</sup>	231,438
UBS Global Income Sustainable (USD) Fund Class (GBP hedged) I-B-UKdist-mdist <sup>†</sup>	196,949
UBS Emerging Economies Global Bonds (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	180,321
UBS Full Cycle Asian Bond (USD) Fund Class U-X-UKdist-mdist <sup>†</sup>	176,777
<b>Total for the period</b>	<b>6,083,120</b>

<sup>†</sup> A related party to the sub-fund.

# UBS Multi-Asset Income Fund

## Financial Statements (unaudited)

### Statement of Total Return

For the period ended 31 March 2023

	£	31.3.23 £	£	31.3.22 £
<b>Income</b>				
Net capital gains/(losses)		267,334		(2,002,102)
Revenue	997,252		760,687	
Expenses	(106,632)		(107,842)	
Net revenue before taxation	890,620		652,845	
Taxation	12,233		8,303	
Net revenue after taxation		902,853		661,148
<b>Total return before distributions</b>		<b>1,170,187</b>		<b>(1,340,954)</b>
Distributions		(982,215)		(765,900)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>187,972</b>		<b>(2,106,854)</b>

### Statement of Change in Net Assets Attributable to Shareholders

For the period ended 31 March 2023

	£	31.3.23 £	£	31.3.22 £
Opening net assets attributable to shareholders		31,326,853 <sup>^</sup>		39,325,930
Amounts receivable on issue of shares	51,856		370,209	
Amounts payable on cancellation of shares	(159,040)		(141,863)	
		<b>(107,184)</b>		<b>228,346</b>
Dilution adjustment		(3)		5
Change in net assets attributable to shareholders from investment activities		187,972		(2,106,854)
Retained distribution on accumulation shares		141,920		108,460
<b>Closing net assets attributable to shareholders</b>		<b>31,549,558</b>		<b>37,555,887<sup>^</sup></b>

<sup>^</sup> As the comparatives are for the previous interim period, the net assets at the end of that period will not agree to the net assets at the start of the current period. The published net asset value as at 30 September 2021 was £31,326,853.

# UBS Multi-Asset Income Fund

## Financial Statements (unaudited)

### Balance sheet

As at 31 March 2023

	31.3.23 £	30.9.22 £
<b>Assets</b>		
<b>Fixed assets</b>		
Investments	30,811,095	27,919,743
<b>Current assets</b>		
Debtors	936,632	91,073
Cash and bank balances	1,746,294	5,319,358
<b>Total assets</b>	<b>33,494,021</b>	<b>33,330,174</b>
<b>Liabilities</b>		
Investment liabilities	(116,320)	(1,226,093)
<b>Creditors</b>		
Bank overdrafts	(326,849)	(284,703)
Distributions payable	(379,375)	(387,581)
Other creditors	(1,121,919)	(104,944)
<b>Total liabilities</b>	<b>(1,944,463)</b>	<b>(2,003,321)</b>
<b>Net assets attributable to shareholders</b>	<b>31,549,558</b>	<b>31,326,853</b>

# UBS Multi-Asset Income Fund

## Notes to the Financial Statements (unaudited)

### 1. Accounting policies

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Association (IA) in May 2014 (SORP 2014).

The accounting policies applied are consistent with those of the financial statements for the year ended 30 September 2022 and are described in those annual financial statements.

## Details of the company and other information

### Authorised status

UBS Investment Funds ICVC III is an open-ended investment company with variable capital incorporated in England and Wales under registered number IC000333 and authorised by the Financial Conduct Authority with effect from 1 October 2004. The Company is an Undertakings for Collective Investments in Transferable Securities (“UCITS”) scheme. The Company has an unlimited duration.

### Structure of the Company

The Company is structured as an umbrella company, in that different Funds may be established from time to time by the ACD with the approval of the Financial Conduct Authority. The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the investment objective and investment policy applicable to that Fund.

### Liability of the Company and Funds

Under the OEIC Regulations, each Fund is a segregated portfolio of assets and those assets can only be used to meet the liabilities of, or claims against, that Fund. Whilst the OEIC Regulations provide for segregated liability between Funds, the concept of segregated liability is relatively new. Accordingly, where claims are brought by local creditors in foreign courts or under foreign law contracts, it is not yet known whether a foreign court would give effect to the segregated liability and cross-investment provisions contained in the OEIC Regulations. Therefore, it is not possible to be certain that the assets of a Fund will always be completely insulated from the liabilities of another Fund of the Company in every circumstance.

### Changes to the Prospectus

Since the last report, the following changes have been made to the Prospectus:

- Changes to Board of Directors
- Economies of Scale Framework

### Remuneration Policy

The Board of Directors (BoD) of UBS Asset Management Funds Ltd approved and adopted a Remuneration policy in September 2016. A document explaining the policy in full is available at [www.ubs.com/uk/en/asset\\_management/investors/publications.html](http://www.ubs.com/uk/en/asset_management/investors/publications.html)

The remuneration disclosure below has been prepared in line with regulatory requirements under the UCITS V Directive (“UCITS” or the “Directive”) taking into consideration European Securities and Markets Authority (“ESMA”) and Financial Conduct Authority (“FCA”) guidelines, as well as industry best practice. For the purposes of complying with UCITS disclosure requirements, Senior Managers and Other Risk Takers have been identified in line with the Directive.

The entities to which the investment management functions have been delegated (the Delegates) have their own remuneration policies. However, UBS Asset Management Funds Ltd has ensured that these Delegates are either subject to regulatory requirements on remuneration that are equally as effective as those applicable under the UCITS V Directive, or that appropriate contractual arrangements have been entered into with the relevant Delegates in order to ensure that their remuneration will fulfil and apply remuneration rules in line with the remuneration requirements defined under the UCITS V Directive with respect to the remuneration paid to their own UCITS Remuneration Code Staff as compensation for the performance of investment management activities on behalf of the Management Company as a result of the delegation of its investment management functions.

	Paid by the Management Company/Investment Company			
2022	All staff Man Co Funds Ltd	Senior Managers Man Co Funds Ltd	Other risk takers Man Co Funds Ltd	UBS Investment Funds ICVCIII (the "Company") Identified staff
Number of staff	76	4	25	15
Total fixed remuneration (GBP)	1,012,311	99,167	415,387	77,720
Total incentive (GBP)	598,570	51,667	377,980	54,913
Total compensation (GBP)	1,610,881	150,834	793,367	132,633

**Note:** identified staff includes senior management, risk takers, control functions whose professional activities have a material impact on the risk profiles of the management companies or of the UCITS that they manage. Identified staff include staff members of third party Investment Managers who are used for portfolio management services and are deemed to have a material say in the management of the UCITS, but they may not form part of the "all staff" disclosure. Note that the UCITS do not make any payments directly.

### Buying and selling shares

Dealing is on a forward basis and share prices are calculated daily as at 12 p.m except for the UBS Global Diversified Income Fund which are calculated daily at 11.59 p.m.

All shares in the Funds, where they are available, can be bought either by sending a completed application form (which must be accompanied by all required information including a completed FATCA/CRS self-certification form) to the transfer agent Northern Trust Global Services Limited, or by telephoning Northern Trust Global Services Limited on 0800 358 3012.

### Synthetic Risk and Reward Indicator (SRRI)

The SRRI is a numerical indicator of the risk and return profile of the Fund. This indicator is disclosed in the Key Investor Information document (KIID) for each shareclass which can be found on the website

[www.ubs.com/uk/en/assetmanagement.html](http://www.ubs.com/uk/en/assetmanagement.html)

The values range from 1 through to 7 in a non-linear manner, where 1 denotes the lowest risk and therefore typically the lower rewards, while a 7 denotes the highest risk and therefore typically higher rewards.

The SRRI is based on return volatility over the last five years. Historical data may not be a reliable indication for the future. The risk category shown is not guaranteed and may vary over time. The lowest category does not mean 'risk free'.

UBS Global Allocation Fund (UK)	5
UBS Global Diversified Income Fund	5*
UBS Multi-Asset Income Fund	4

SRRI's at Fund level above are consistent across shareclasses within each Fund.

\*Changed from 4 to 5 on 16 February 2023.

## Minimum investments

		Minimum initial lump- sum investment (£)	Minimum subsequent investment (£)
UBS Global Allocation Fund (UK)	Class C shares	£1,000	£500
UBS Global Diversified Income Fund	Class C shares	£1,000	£500
	Class R shares	£100,000	£10,000
UBS Multi-Asset Income Fund	Class C shares	£1,000	£500
	Class L shares	£1,000,000	£100,000

## Minimum holdings

Class C Shares - The minimum holding is £500.

Class K Shares - The minimum holding is £50,000. Class K shares are restricted to companies within the UBS AG Group and to clients of companies within the UBS AG Group (and others at the discretion of the ACD).

Class L shares - The minimum holding is £500,000. Investments in Class L shares are restricted to Local Authorities, Corporate Treasurers and institutional investors at the discretion of the ACD.

Class R shares - Available only for the Global Diversified Income Fund. Minimum investment is £100,000, minimum subsequent investment £10,000 and minimum holding £100,000, minimums are applied at the platform level. Investment in this class is restricted to intermediaries investing via distributors and distribution platforms which have an agreement with the ACD or distributor.

The ACD may at its discretion accept subscriptions and/or holdings lower than the minimum amounts.

If following a redemption a holding in any class of share should fall below the minimum holding for that class, the ACD has a discretion to require redemption of that shareholder's entire holding in that class of share.

The ACD may at its discretion accept subscriptions and/or holdings lower than the minimum amounts.

## Shareholder funds

Several classes of share may be issued in respect of the Fund. The annual management charge on each share class is shown below.

		Management fee (%)
UBS Global Allocation Fund (UK)	Class C shares	0.75
UBS Global Diversified Income Fund	Class C shares	0.75
	Class R shares	0.38
UBS Multi-Asset Income Fund	Class C shares	0.50
	Class L shares	0.45

For all Funds (with the exception of UBS Multi-Asset Income Fund, UBS Global Diversified Income Fund the annual management fee is taken from income.

The net asset value of each share class in issue, the net asset value per share and the number of shares in each share class in issue are shown in the Performance table of the fund.

## **Dealing charges**

### **Initial charge**

The ACD may impose a charge on the purchase of shares in each Class. At present no initial charge is levied on purchases of any class of shares.

### **Redemption Charge**

The ACD may make a charge on the redemption of Shares in each Class. At present no redemption charge is levied on any class of Shares. The ACD may introduce a redemption charge on any class of Shares or vary the rate or method of calculation of any redemption charge only in accordance with the FCA Rules and after the ACD has made available a revised version of the Prospectus showing the rate of charge and its commencement. Any redemption charge introduced will apply only to Shares sold since its introduction but not to shares previously in issue.

### **Charges on switching**

On the switching of Shares between Funds or Classes in the Company the Instrument of Incorporation authorises the Company to impose a charge on switching. At present no charge is levied on switches between any classes of Shares. Switching into or between J or K Class Shares is restricted to companies within the UBS Group and to clients of companies within the UBS Group. Switching into Class L Shares is available only to local authorities, corporate treasurers and institutional investors at the discretion of the ACD. Switching into Class R Shares is restricted to intermediaries investing via distributors and distribution platforms which have an agreement with the ACD or distributor.

For details of charges in relation to switching into funds of other UBS Asset Management ICVCs, please contact the ACD.

### **FCA Value Assessment**

The Financial Conduct Authority (FCA) requires UK authorised fund managers (AFMs) to conduct an assessment of value at least annually for each share class of each UK authorised fund they manage, and publish a report of the result.

The UBS Asset Management Funds Ltd assessment is now available and can be viewed at below.

Financial Advisors

[www.ubs.com/uk/en/asset-management/financial-advisors/products.html](http://www.ubs.com/uk/en/asset-management/financial-advisors/products.html)

Private Investors

[www.ubs.com/uk/en/asset-management/private-investors/funds-prices.html](http://www.ubs.com/uk/en/asset-management/private-investors/funds-prices.html)

Institutional Investors

[www.ubs.com/uk/en/asset-management/institutional-investors/funds-prices/application-forms-supplementary-documents.html](http://www.ubs.com/uk/en/asset-management/institutional-investors/funds-prices/application-forms-supplementary-documents.html)

### **Portfolio Turnover Ratio (PTR)**

In order to meet EU SDR II regulation on requirements to calculate a PTR for our Funds this can be viewed in the DCPT reporting at the below.

[www.ubs.com/uk/en/assetmanagement/regulatory-information/regulatory-data-information.html](http://www.ubs.com/uk/en/assetmanagement/regulatory-information/regulatory-data-information.html)

**Directors of UBS Asset Management Funds Ltd**

A Aziz  
L Bean  
R Bichard (Non-Exec)

A Larkin  
L Taylor  
P Davis (Non-Exec)

**The Company and Head Office**

UBS Investment Funds ICVC III  
5 Broadgate  
London EC2M 2QS

**Authorised Corporate Director**

UBS Asset Management Funds Ltd  
5 Broadgate  
London EC2M 2QS  
Authorised and regulated by the Financial Conduct Authority

**Transfer Agent and Registrar for all shares**

Northern Trust Global Services Limited  
50 Bank Street  
Canary Wharf

**Depositary**

NatWest Trustee and Depositary Services Limited  
250 Bishopsgate  
London  
EC2M 4AA

Authorised and regulated by the Financial Conduct Authority

**Investment Manager**

UBS Asset Management (UK) Ltd  
5 Broadgate  
London EC2M 2QS  
Authorised and regulated by the Financial Conduct Authority  
All telephone calls are recorded

**Custodian and Fund Administrator**

JPMorgan Chase Bank, NA, London Branch  
25 Bank Street  
Canary Wharf  
London E14 5JP

**Auditor**

Ernst & Young LLP  
25 Churchill Place  
Canary Wharf  
London E14 5EY

**Legal Advisers**

Eversheds Sutherland LLP  
One Wood Street  
London EC2V 7WS

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