
Notice to shareholders of UBS (Lux) Equity Fund (the "Fund")

This notice is important and requires your immediate attention. If you are in any doubt about the contents of this notice you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser for independent professional advice. UBS Fund Management (Luxembourg) S.A., the management company of the Fund and the directors of the Fund, accepts full responsibility for the accuracy of the information contained in this notice and confirms, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts or omission of which would make any statement misleading.

Dear Hong Kong resident Shareholders,

The Board of Directors of the Management Company of the Fund and its sub-funds would like to inform you the following changes shall be incorporated into the sales prospectus (the "**Sales Prospectus**"), the Information for Hong Kong Investors and product key fact statements of the relevant Sub-Funds (as defined below):

- 1) The name of the sub-fund **UBS (Lux) Equity Fund – Global Multi Tech (USD)** will be changed to **UBS (Lux) Equity Fund – Tech Opportunity (USD)**. The sub-fund's investment policy will be amended as follows:

"This sub-fund invests selectively, mainly in shares and other equity interests of technology companies worldwide. The sub-fund predominantly invests in companies benefiting more than others from the development and processing, as well as from services and the distribution of technology products. In the context of this sub-fund, the term 'technology' refers to the traditional areas of information technology, such as electronic devices and applications (hardware and software) and the associated services, but also to specialised fields and technologies in the broader sense, such as ~~telecommunications~~ online retail/web services, telecommunication/connections and media, ~~biotechnology, medical technology and nano and environmental technology.~~"

- 2) The following information will be added to the Fund's general investment policy for clarification regarding the German Investment Tax Act (InvStG):

"At least 51% of the value of the sub-fund shall be invested in equities that are not shares of investment funds and that are listed or traded on a 'regulated market' as defined in Directive 2004/39/EC of the European Parliament and of the Council of 21 April 2004 on markets in financial instruments."

- 3) For unit classes with "hedged" in their name, the maximum flat fee will be increased to cover currency hedging costs. The increase is thus 0.05% for unit classes P, N, and Q and 0.03% for unit classes K-1, F, I-A1, I-A2 and I-A3. The Sales Prospectus will be amended accordingly. For unit classes with "hedged" in their name existing at the time of publication, the maximum flat fee effectively applied will not be increased. However, the Management Company may raise it at a later date to cover currency hedging costs.
- 4) In the "Conditions for the issue and redemption of units" section, the definition of a "**business day**" has been supplemented to indicate that 24 and 31 December are not normal bank business days for the purposes of the Sales Prospectus. This section now reads as follows:

"[...] A '**business day**' is a normal bank business day in Luxembourg (i.e. a day when the banks are open during normal business hours), except for 24 and 31 December and individual, non-statutory days of rest in Luxembourg and days on which stock exchanges in the main countries in which the respective sub-fund invests are closed, or on which 50% or more of the investments of the sub-fund cannot be adequately valued. [...]"

In this respect, the following clarification is included in the "Net asset value, issue, redemption and conversion price" section:

"However, the net asset value of a unit may also be calculated on days where no units are issued or redeemed, as described in the following section. In this case, the net asset value may be published, but it may only be used for the purpose of calculating performance, statistics or fees. Under no circumstances should it be used as a basis for subscription and redemption orders."

- 5) In the “Redemption of units” section, a redemption gate will be added for redemption and conversion orders. The Management Company reserves the right not to execute redemption and conversion orders in full on any order date on which this would lead to outflows of more than 10% of the total net asset value of a sub-fund on that date. In this case, the Management Company may decide to only partially execute redemption and conversion orders, and to postpone the redemption and conversion orders for the order date that have not been executed for a period generally not to exceed 20 business days, giving them priority status.
- 6) In the “Risk diversification” section, China will be added to the list of authorised countries under point 2.3 e), which will read as follows:

“In the interest of risk diversification, the Management Company is authorised to invest up to 100% of a sub-fund’s net assets in securities and money market instruments from various issues that are guaranteed or issued by an EU Member State or its local authorities, another authorised OECD member state, China, Russia, Brazil, Indonesia or Singapore, or by public international bodies of which one or more EU Member States are members. These securities and money market instruments must be divided into at least six different issues, with securities or money market instruments from a single issue not exceeding 30% of the total net assets of a sub-fund.”

Unless they expressly state otherwise, the amendments listed above come into force on 3 August 2018. Unitholders who object to the amendments listed under items (1) and (3) have the right to redeem their units free of charge until the date these changes take effect. The amendments will be visible in the August 2018 version of the Fund’s Sales Prospectus and, if applicable, in the Management Regulations.

Shareholders are advised to read the Sales Prospectus, the Information for Hong Kong Investors and product key fact statements of the relevant Sub-Fund(s) for detailed information on the investment objectives, dealing procedures, risks and fees associated with any relevant sub-fund.

(II) Enquiries

If you have any questions or concerns about the foregoing, you may contact the Fund at its registered office in Luxembourg or the Hong Kong Representative at 43/F-52/F Two International Finance Centre, 8 Finance Street, Central, Hong Kong at telephone (852) 2971 6330 (Mailing Address: GPO Box 506 Hong Kong).

Yours sincerely,

**UBS Asset Management (Hong Kong) Limited
For and on behalf of UBS Fund Management (Luxembourg) S.A**

4 July 2018