



For Qualified Investors in Switzerland, or Professional Investors or Eligible Counterparties as defined by the relevant laws

## UBAM – EMERGING MARKET DEBT OPPORTUNITIES

Take advantage of investment opportunities in emerging fixed-income markets, through a unique, diversified and asymmetric investment solution

UBAM - Emerging Market Debt Opportunities invests in fixed-income securities issued by emerging sovereign and corporate issuers in hard and local currencies. Emerging market fixed income offers more attractive yields and return potential than developed market bonds.

### Key points

- *Allocation across a wide range of emerging fixed-income market instruments*
- *Diversification and yield enhancement over developed market bond portfolios*
- *Reduced volatility and drawdown through diversification, the absence of benchmark constraints, and the use of protection strategies and cash in times of heightened volatility*
- *Experienced team which has successfully managed EM bond portfolios across different economic cycles*

### Investment case

Emerging countries account for more than 50% of the world's GDP, and this proportion is set to increase. Their superior growth outlook is supported by higher demographic growth than developed countries, as well as by improving economic fundamentals, fiscal situations and external finances.

Emerging market (EM) sovereign and corporate bonds typically offer higher yield and return prospects than their developed market peers. Moreover, EM bonds tend to have a relatively low correlation with other asset classes and are therefore an efficient tool for portfolio diversification.

### Fund concept

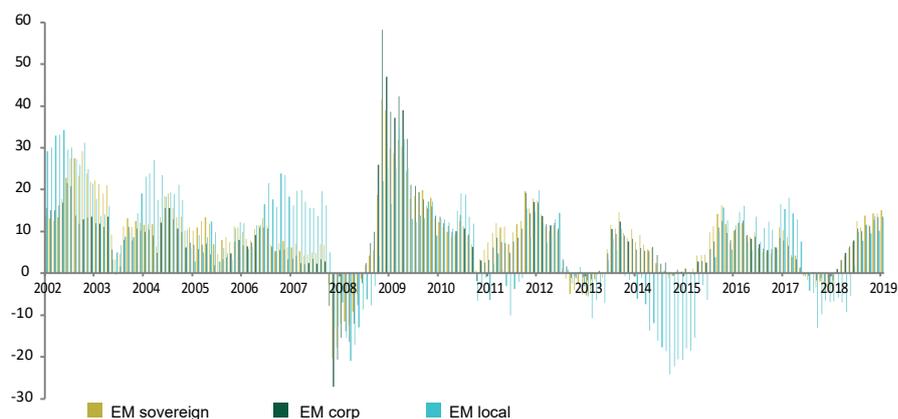
UBAM - Emerging Market Debt Opportunities offers investors direct access to all EM fixed income hard- and local-currency assets within one single investment solution.

The allocation across EM fixed income asset classes is based on the team's assessment of EM fundamentals and global market trends, while the bond selection reflects the team's best bets.

The sub-fund is actively managed and follows an unconstrained and asymmetric investment style, with a dual objective: to outperform EM sovereign debt over the investment cycle and to limit volatility and drawdowns.

Subscriptions and redemptions are daily.

### The benefits of diversification in EM fixed income



Sources: UBP, JP Morgan, Bloomberg Finance L.P. as at 31 December 2019  
The Fund is not managed in reference to a benchmark  
Past performance is not indicative of future results

## Investment process

- Our investment process is built on strong in-house macroeconomic research and credit analysis.
- The team manages all potential sources of alpha, from allocation to issuer/issue credit selection, duration and curve positioning.
- Our process avoids any benchmark constraints and places a strong emphasis on liquidity, diversification and drawdown management.
- Depending on the team's assessment of global macro and market trends, the portfolio's asset allocation will be invested according to one of four model portfolios (ranging from "Protection" to "Dynamic").

## Investment guidelines

- Max. weight per country: 10%
- Max. weight per investment-grade quasi-sovereign or corporate: 5%
- Max. weight per high-yield quasi-sovereign or corporate: 3%
- Max. EM local debt: 30% (in "Dynamic" model)
- Max. cash exposure: 49% (in "Protection" model)

## Investment team

- A seasoned team of eight professionals entirely devoted to emerging markets, including three portfolio managers, four credit analysts and one macro & FX strategist
- Supported by UBP's global presence and research teams on the ground

## General information

Name	UBAM - Emerging Market Debt Opportunities
Legal form	Sub-fund of UBAM, Luxembourg-domiciled SICAV, UCITS
Base currency	USD
Currency-hedged share classes	CHF, EUR, GBP, SEK, SGD
Cut-off time	13:00 (LU time)
Inception date <sup>1</sup>	01.01.2016
Minimum investment	None
Liquidity	Daily
Applicable management fee <sup>2</sup>	AC USD: 1.50% IC USD: 0.75% UC USD: 0.75%
Registered countries <sup>3</sup>	AT, CH, DE, DK, ES, FI, FR, IT, LU, NL, NO, SE, SG, TW, UK

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Any subscriptions not based on the funds' latest prospectuses, KIIDs, annual or semi-annual reports or other relevant legal document shall not be acceptable. The latest prospectus, articles of association, KIID and annual and semi-annual reports of the funds presented herein (the "Funds' Legal Documents") may be obtained free of charge from Union Bancaire Privée, UBP SA, 96-98 rue du Rhône, P.O. Box 1320, 1211 Geneva 1 ("UBP"). The Funds' Legal Documents may also be obtained free of charge from UBP Asset Management (Europe) S.A., 287-289 route d'Arlon, 1150 Luxembourg, Grand Duchy of Luxembourg, and from Union Bancaire Gestion Institutionnelle (France) SAS, 116 avenue des Champs-Élysées, 75008 Paris, France. The Swiss representative and paying agent of the foreign funds mentioned herein is UBP. The Funds' Legal Documents may be obtained free of charge from UBP, as indicated above.

## Three key dimensions in building portfolios

<b>Global market trends</b> <ul style="list-style-type: none"> <li>- Compass</li> <li>- Global macro views</li> <li>- Relative asset class analysis</li> <li>- Market technicals</li> </ul>	<b>Fundamental country analysis</b> <ul style="list-style-type: none"> <li>- Country scores</li> <li>- Country outlooks</li> </ul>	<b>Fundamental analysis and relative value</b> <ul style="list-style-type: none"> <li>- Credit analysis: review of issuers, peer group</li> <li>- Relative value analysis: comparison across countries and sectors</li> </ul>
<b>Model portfolio type</b> Allocation IG/HY Allocation by asset class Protection overlay Allocation	<b>Country target positioning</b>	<b>Best bets in EM sovereign, corporate and local</b>

## Portfolio construction & risk monitoring

### SRRI

With lower risk,							With higher risk,	
potentially lower rewards							potentially higher rewards	
1	2	3	4	5	6	7		

The SRRI (Synthetic Risk and Reward Indicator) relates to the IC USD share class LU0244149901 as of 19.02.2020 and may differ for other share classes of the same fund.

This indicator represents the fund's annual historical volatility. The level assigned reflects the risk/return profile: 1: lowest; 2: low; 3: limited; 4: average/moderate; 5: high; 6: very high; 7: highest.

Historical data such as that used to calculate the SRRI cannot be considered a reliable indication of the fund's future risk profile. The risk category associated with the fund is not guaranteed and may change over time.

ISIN	AC USD: LU0244149497 IC USD: LU0244149901 UC USD: LU0862300208
Bloomberg ticker	AC USD: UBEMUAC LX IC USD: UBEMUIC LX
Investment manager	Union Bancaire Privée, UBP SA
Depository bank	BNP Paribas Securities Services, Luxembourg Branch
Administrator	CACEIS Bank, Luxembourg Branch

<sup>1</sup>The inception date is the date since which the unconstrained investment strategy has been in place. Prior to that the fund was managed as an EM sovereign bond fund.

<sup>2</sup>Only the main share classes are mentioned. Available share classes include A: Standard; I: Institutional; U: No entitlement to retrocessions / RDR-compliant; C: Capitalisation; P: Performance-fee. Others are available.

<sup>3</sup>Please check availability before subscribing as not all share classes are registered in all jurisdictions. Subscriptions can only be made on the basis of the fund's current Key Investor Information Document (KIID), full prospectus, and latest available audited annual report – as well as the latest semi-annual report, if published subsequently. These documents can be obtained free of charge from the fund's headquarters, general distributor (Union Bancaire Privée, UBP SA, Geneva), or local representative for the country concerned.