

# Key Information Document

UBAM - Euro Corporate IG Solution (the "Fund")

Class: AC EUR - ISIN: LU1808450032



## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

Name: UBAM - Euro Corporate IG Solution AC EUR

Product manufacturer: UBP Asset Management (Europe) S.A.

ISIN: LU1808450032

Website: [www.ubp.com](http://www.ubp.com)

Call +352 228 0071 for more information.

The Commission de Surveillance du Secteur Financier (CSSF) in Luxembourg is the competent authority of the product manufacturer and of the Fund.

This KID is accurate as at 1<sup>st</sup> January 2023.

## What is this product?

### TYPE OF PRODUCT

The Fund is a sub-fund of UBAM, an Undertaking for Collective Investment in Transferable Securities (UCITS) incorporated as a variable capital investment company (SICAV) under the laws of Luxembourg.

### TERM

The Fund is established for an unlimited duration. However the Board of Directors of the Fund may decide on its pure and simple liquidation if its net assets represent less than EUR 10 million (or equivalent value in another currency) or if the economic and/or political environment was to change or for any economic and financial reasons for which the Board of Directors considers that it is in the general best interests of shareholders to liquidate the Fund.

### OBJECTIVES

The Fund seeks to offer optimized investment grade market exposure by investing primarily in investment grade bonds, money market instruments, term deposit, and derivatives.

Exposure to fixed income will for a substantial part be synthetic through derivatives, in particular futures for interest rate exposure and CDS (Credit Default Swap) for credit exposure, as well as but not limited to, swaps and options denominated in any OECD currencies. Derivative implementation, used to efficiently gain exposure to investment markets, will be at the Investment Manager discretion and can be up to 100% of the Fund's exposure.

The Fund is actively managed.

The overall portfolio will have a minimum modified duration of 2 years. The net assets (excluding those used for the investment in derivatives) can be invested in term deposits with a maturity up to 12 months.

A minimum of 50% of the bond investments and money markets instruments including deposits will be in issuers deemed to maintain environmental (E) and social (S) characteristics with a minimum Environmental, Social and Governance (ESG) rating of BBB for developed market issuers and BB for emerging market issuers as measured by MSCI ESG research or equivalent data providers or if such rating is not available an equivalent internal rating assigned by the Investment Manager. The derivative exposure implemented by the Fund to gain exposure to Investment Grade market falls out of the scope of the ESG strategy. ESG investment strategy is based on three pillars, applying to bonds: (i) Sector exclusion according to the UBP Responsible Investment policy; (ii) ESG integration on sovereign issuers through an internal quantitative scoring system and a qualitative ESG check; (iii) a preference for Green bonds with a minimum 10% allocation.

The Fund uses the index the ICE BofA Euro Large Cap Corporate Index (the "Benchmark") for performance objective. The Benchmark is representative of the investment universe and of the risk profile of the Fund in terms of interest rate duration and spread duration. Although the Fund's risk profile will be similar to the Benchmark, the Investment Manager has significant discretion to deviate from the Benchmark's constituents in respect to countries, sectors, issuers and instruments, in order to take advantage of specific investment opportunities.

The Fund may invest its net assets up to:

- 20% in High yield
- 10% in Emerging countries.

The Fund's base currency is EUR.

Any income received by the Fund is reinvested (capitalisation share class).

### INTENDED RETAIL INVESTORS

The Fund is suitable for retail investors with limited knowledge of the underlying financial instruments and no financial industry experience. The Fund is compatible with investors who may bear capital losses and who do not need capital guarantee. The Fund is compatible with clients who wish to hold their investment over 3 years.

### OTHER INFORMATION

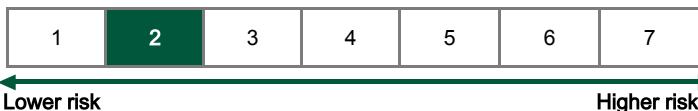
The depositary is BNP Paribas S.A., Luxembourg Branch.

The registrar and transfer agent is Caceis Bank, Luxembourg Branch.

Further information about the Fund (including the prospectus, latest annual and semi-annual reports, latest NAVs) are available free of charge on [www.ubp.com](http://www.ubp.com) or by making a written request to the registered office of the product manufacturer.

## What are the risks and what could I get in return?

### Risk indicator



The risk indicator assumes you keep the product for 3 years.

The risk can be significantly different if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because the Fund is not able to pay you.

We have classified this product as 2 out of 7, which is a low risk class.

This rates the potential losses from future performance at a low level. Poor market conditions are very unlikely to impact the Fund's capacity to pay you.

**Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.**

Please refer to the prospectus for more information on the specific and material risks relevant to the Fund not included in the summary risk indicators.

This Fund does not include any protection from future market performance, so you could lose some or all of your investment. If the Fund is not able to pay you what is owed, you could lose your entire investment.

### Performance scenarios

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product and a suitable proxy over the last 10 years. Markets could develop very differently in the future.

Recommended holding period: Example investment:		3 years EUR 10'000		
		If you exit after 1 year	If you exit after 3 years	
<b>Scenarios</b>				
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.			
Stress scenario	What you might get back after costs	EUR 7'540	EUR 8'070	
	Average return each year	-24.6%	-6.9%	
Unfavourable scenario	What you might get back after costs	EUR 8'700	EUR 8'590	This type of scenario occurred for an investment in the product between August 2019 and June 2022.
	Average return each year	-13.0%	-4.9%	
Moderate scenario	What you might get back after costs	EUR 9'910	EUR 10'360	This type of scenario occurred for an investment in the proxy then the product between January 2016 and January 2019.
	Average return each year	-0.9%	1.2%	
Favourable scenario	What you might get back after costs	EUR 10'500	EUR 11'080	This type of scenario occurred for an investment in the proxy between August 2013 and August 2016.
	Average return each year	5.0%	3.5%	

The stress scenario shows what you might get back in extreme market circumstances.

## What happens if the product is unable to pay out?

There is no guarantee in place against the default of the Fund and you could lose your capital if this happens.

The Fund's assets are held with BNP Paribas S.A., Luxembourg Branch and are segregated from the assets of other sub-funds of the SICAV. The assets of the Fund cannot be used to pay the debts of other sub-funds.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- EUR 10'000 is invested

Investment of EUR 10'000	If you exit after 1 year	If you exit after 3 years
<b>Total costs</b>	EUR 354	EUR 493
<b>Annual cost impact (*)</b>	3.5%	1.6%

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 2.8% before costs and 1.2% after costs.

## Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	Up to 3.00% of the amount you pay in when entering this Investment.	Up to EUR 300
Exit costs	There is no exit fee for this product.	EUR 0
Ongoing costs taken each year		
Management fees and other administrative or operating costs	0.50% of the value of your investment per year. This is an estimate based on actual costs over the last year.	EUR 50
Transaction costs	0.04% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	EUR 4
Incidental costs taken under specific conditions		
Performance fees	There is no performance fee for this product.	EUR 0

## How long should I hold it and can I take my money out early?

### Recommended Holding Period (RHP): 3 years.

The RHP was chosen to provide a consistent return less dependent on market fluctuations.

The Net Asset Value (NAV) is daily except if it is not a full bank business day in Luxembourg or in the United Kingdom or Eurex (each a Business Day). The NAV is calculated the following full bank business day in Luxembourg (Calculation Day). Redemptions are possible on each NAV date. All redemption requests must be received in good order by the registrar and transfer agent prior to 13:00 (Luxembourg time) one (1) full bank business day in Luxembourg prior to the Calculation Day. Redemption proceeds shall be paid within one (1) Business Day following the Calculation Day.

Details of the closing days are available here: <https://www.ubp.com/en/our-offices/ubp-asset-management-europe-sa>.

## How can I complain?

Complaints can be sent in written form by e-mail ([LuxUBPAMcompliance@ubp.com](mailto:LuxUBPAMcompliance@ubp.com)) or to the following address of the product manufacturer at: UBP Asset Management (Europe) S.A., 287-289, route d'Arlon, L-1150 Luxembourg, Luxembourg.

## Other relevant information

Further information about the Fund (including the prospectus, latest annual and semi-annual reports, latest NAVs) are available free of charge on [www.ubp.com](http://www.ubp.com) or by making a written request to the registered office of the product manufacturer.

The past performance over last 4 years and the latest performance scenarios are available on website [https://download.alphaomega.lu/perfscenario\\_LU1808450032\\_CH\\_en.pdf](https://download.alphaomega.lu/perfscenario_LU1808450032_CH_en.pdf).

The Swiss representative and paying agent is Union Bancaire Privée, UBP SA, 96-98, rue du Rhône, 1211 Geneva 1, Switzerland (UBP). The prospectus, articles of association, documents KIID and annual and semi-annual reports may be obtained free of charge from the Swiss representative.