

# Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

## LUXEMBOURG SELECTION FUND – Alaya Diversified, a sub-fund of LUXEMBOURG SELECTION FUND, class B CHF (ISIN: LU1896850093)

This sub-fund is managed by UBS Third Party Management Company S.A., which is a member of the UBS Group.

### Objectives and investment policy

The primary objective of the Subfund is to achieve long-term, risk adjusted capital appreciation by investing its assets in a diversified portfolio of Target Funds pursuing UCITS compliant alternative investment strategies. The investment process integrates a top-down view, bottom-up manager selection and on-going risk-monitoring.

The Subfund may allocate its assets to a diversified portfolio of Target Funds diversified as to their investment styles, timeframes, regions and sectors.

Investors may demand to redeem their units on the fifteenth day (15th) of each month, or if any of such day is not a business day, on the following business day and the last business day of each month.

The income in respect of an accumulation share class is not distributed but is retained in the sub-fund.

This share class is currency-hedged meaning that, using derivatives, the base currency of the sub-fund is to a large extent hedged into the share class' currency.

**Recommendation: This fund may not be appropriate for investors who plan to withdraw their money within 3 years of investment.**

### Risk and reward profile



#### More about this rating

- The rating is based on price volatility over the last five years.
- Past data used in calculating the SRRI may not be a reliable indication of the future returns.
- The rating is not guaranteed to remain unchanged and the categorisation may shift over time.
- The lowest rating does not mean a risk-free investment. The differences between ratings are not based on a simple scale. 2 is not twice as risky as 1. The gap between 1 and 2 might not be the same as the gap between 2 and 3. The rating is not a target and the investment strategy is not managed to the rating. The rating is an absolute indicator of risk.

#### Why is this fund in Category 3?

The fund invests in target funds with Alternative Strategies. As a result, the fund is subject to additional potential risks alongside the market, credit and liquidity risks. This requires corresponding risk tolerance and capacity. The value of a unit may fall below the purchase price.

#### Further material risks:

- The fund may use derivatives which can reduce investment risks or increase risks (a.o. risk of failure of a counterparty).
- Operational risk/third parties: The administrative tasks for the fund can be delegated to third parties. The fund may invest in third party managed funds. If these are affected by an event, this could have a negative impact on the sub-fund and even cause a financial loss.
- Pronounced fluctuations in price are characteristic of emerging economies. Other characteristics include specific risks such as lower market transparency, regulatory hurdles, illiquidity of markets as well as political and social challenges.
- The fund can invest in less liquid assets that may be difficult to sell in distressed markets.
- Companies working in new areas use processes which could be brand-new. So they may have sudden price variations, or even lose all their value.

## Charges

The charges you pay are used to pay the costs of running the sub-fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

### One-off charges taken before or after you invest

Entry charge	0.00%
Exit charge	0.00%

This is the maximum that might be taken out of your money before it is invested / before the proceeds of your investment are paid out.

### Charges taken from the fund over a year

Ongoing charges	0.97%
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### Charges taken from the fund under certain specific conditions

Performance fee	7.50%
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Performance fees may be paid, under certain conditions described in the prospectus. The maximum commission is 7.50% of the overperformance.

The **entry charge** and **exit charge** shown are maximum figures. In some cases you might pay less – you can find this out from your financial adviser.

The **ongoing charges** are estimated in the absence of historical data. When available, the ongoing charges are reported, and may differ from the estimate. They do not include:

- Portfolio transaction costs, except in the case of an entry/exit charge paid by the fund when buying or selling units in another collective investment undertaking.
- Performance fees.

For more information, please see the charges section of the fund's prospectus, which is available at [www.ubs.com/third-party-man-co-policies](http://www.ubs.com/third-party-man-co-policies).

## Past performance



The class was launched in 2018.

## Practical information

### Depository

UBS Europe SE, Luxembourg Branch

### Further Information

Information about LUXEMBOURG SELECTION FUND, its sub-funds and available share classes, the full prospectus as well as the latest annual and semi-annual reports, can be obtained free of charge, in English from the Fund Management Company, the Central Administrator, the Depository, the Funds distributors or online at

[www.ubs.com/third-party-man-co-policies](http://www.ubs.com/third-party-man-co-policies). Other documents are also available. The details including the procedures related to complaints handling, the strategy followed for the exercise of voting rights of the fund, the conflict of interest, the best execution policy and the up-to-date remuneration policy including but not limited to a description of how remuneration and benefits are calculated, the responsibility of the Remuneration Committee are available on [www.ubs.com/third-party-man-co-policies](http://www.ubs.com/third-party-man-co-policies). A paper copy will be made available free of charge upon request. The currency of the share class is CHF. The price of shares is published on each business day and is available online at [www.fundsquare.net](http://www.fundsquare.net).

Existing investors may switch between sub-funds of the umbrella and/or classes at the price indicated as conversion charge indicated above.

### Tax Legislation

The fund is subject to the tax laws and regulations of Luxembourg. Depending on your own country of residence, this might have an impact on your investment. For further details you should consult a tax adviser.

### Liability Statement

UBS Third Party Management Company S.A. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus of the Fund.

This Fund is authorised in Luxembourg and supervised by the Commission de Surveillance du Secteur Financier (CSSF).

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This key investor information is accurate as at 28/11/2018.