

Notice to the shareholders of UBS (Lux) Equity SICAV – Emerging Markets High Dividend (USD)
and
UBS (Lux) Equity SICAV – Global Emerging Markets Opportunity (USD)
(collectively referred to as the “Shareholders”)

UBS (Lux) Equity SICAV, a “Société d’Investissement à Capital Variable (SICAV)”, wishes to inform you of the decision to merge the sub-fund **UBS (Lux) Equity SICAV – Emerging Markets High Dividend (USD)** (the “**Merging Sub-Fund**”) into **UBS (Lux) Equity SICAV – Global Emerging Markets Opportunity (USD)** (the “**Receiving Sub-Fund**”) (both sub-funds collectively referred to as the “**Sub-Funds**”) on 14 June 2019 (the “**Effective Date**”) (the “**Merger**”).

Given the decreasing interest of investors into the Merging Sub-Fund and in order to rationalise and simplify the fund offering, the board of directors of UBS (Lux) Equity SICAV deems it in the Shareholders’ best interest to merge the Merging Sub-Fund into the Receiving Sub-Fund pursuant to Article 25.2 of the articles of incorporation of UBS (Lux) Equity SICAV.

As of the Effective Date, shares of the Merging Sub-Fund which are merged into the Receiving Sub-Fund shall in all respects have the same rights as the shares issued by the Receiving Sub-Fund.

The Merger will be based on the net asset value per share as per 13 June 2019 (“**Reference Date**”). In the context of the Merger, the assets and liabilities of the Merging Sub-Fund will be allocated to the Receiving Sub-Fund. The number of new shares to be so issued shall be calculated on the Effective Date based on the exchange ratio corresponding to the net asset value per share of the Merging Sub-Fund on the Reference Date, in comparison with either (i) the initial issue price of the respective receiving share class of the Receiving Sub-Fund – provided this share class has not been launched prior to the Reference Date – or (ii) the net asset value per share of the receiving share class of the Receiving Sub-Fund on the Reference Date.

The Merger will result in the following changes for the Shareholders:

	UBS (Lux) Equity SICAV – Emerging Markets High Dividend (USD)	UBS (Lux) Equity SICAV – Global Emerging Markets Opportunity (USD)
Merging share classes	(CHF hedged) P-acc (ISIN: LU1081987023)	(CHF hedged) P-acc (ISIN: to be activated)
	(CHF hedged) P-dist (ISIN: LU0669577131)	(CHF hedged) P-dist (ISIN: to be activated)
	(CHF hedged) Q-acc (ISIN: LU1240782026)	(CHF hedged) Q-acc (ISIN: to be activated)
	(CHF hedged) Q-dist (ISIN: LU1240782372)	(CHF hedged) Q-dist (ISIN: to be activated)
	(EUR hedged) P-acc (ISIN: LU1081987536)	(EUR hedged) P-acc (ISIN: LU1676115329)
	(EUR hedged) Q-acc (ISIN: LU1081988344)	(EUR hedged) Q-acc (ISIN: LU1691467994)
	I-B-acc (ISIN: LU1081985753)	I-B-acc (ISIN: LU0399012425)
	I-X-dist (ISIN: LU0883523192)	I-X-dist (ISIN: to be activated)
	P-acc (ISIN: LU0625543631)	P-acc (ISIN: LU0328353924)
	P-mdist (ISIN: LU0625543805)	
Q-acc (ISIN: LU0847991816)	Q-acc (ISIN: LU0399011534)	
Maximum fee p.a.	(CHF hedged) P-acc: 2.250%	(CHF hedged) P-acc: 1.970%
	(CHF hedged) P-dist: 2.250%	(CHF hedged) P-dist: 1.970%
	(CHF hedged) Q-acc: 1.250%	(CHF hedged) Q-acc: 1.030%
	(CHF hedged) Q-dist: 1.250%	(CHF hedged) Q-dist: 1.030%
	(EUR hedged) P-acc: 2.250%	(EUR hedged) P-acc: 1.970%
	(EUR hedged) Q-acc: 1.250%	(EUR hedged) Q-acc: 1.030%
	I-B-acc: 0.180%	I-B-acc: 0.180%
	I-X-dist: 0.000%	I-X-dist: 0.000%
	P-acc: 2.200%	P-acc: 1.920%
	P-mdist: 2.200%	

	Q-acc: 1.200%	Q-acc: 0.980%
Ongoing charges (as per key investor information ("KII"))	(CHF hedged) P-acc: 2.27%	(CHF hedged) P-acc: to be activated 1.98%
	(CHF hedged) P-dist: 2.27%	(CHF hedged) P-dist: to be activated 1.98%
	(CHF hedged) Q-acc: 1.27%	(CHF hedged) Q-acc: to be activated 1.04%
	(CHF hedged) Q-dist: 1.27%	(CHF hedged) Q-dist: to be activated 1.04%
	(EUR hedged) P-acc: 2.28%	(EUR hedged) P-acc: 1.98%
	(EUR hedged) Q-acc: 1.28%	(EUR hedged) Q-acc: 1.04%
	I-B-acc: 0.21%	I-B-acc: to be activated 0.19%
	I-X-dist: 0.03%	I-X-dist: to be activated 0.01%
	P-acc: 2.28%	P-acc: 2.00%
	P-mdist: 2.28%	
	Q-acc: 1.27%	Q-acc: 1.03%
Investment policy	This sub-fund invests at least two-thirds of its assets in equities and other equity interests of companies that are domiciled or chiefly active in emerging markets. The Fund strategy is to select companies with high and/or rising dividends. As the sub-fund invests in many foreign currencies due to its regional orientation, the portfolio or parts thereof may be hedged against the reference currency of the sub-fund in order to reduce the associated foreign currency risks. Investors should note that the sub-fund's exposure may also include Chinese A shares traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Chinese A shares are renminbi-denominated A shares of companies domiciled in mainland China; these are traded on Chinese stock exchanges such as the Shanghai Stock Exchange and the Shenzhen Stock Exchange.	The sub-fund invests at least two-thirds of its assets following the principle of risk diversification in equities or other equity interests of companies that are domiciled or chiefly active in emerging markets. In doing so, the sub-fund invests in equities that are expected to benefit most from emerging market growth. The sub-fund focuses on equities and sectors that are considered particularly attractive and will actively assume risk proportionate to the potential opportunities. The sub-fund's assets are not limited to a particular range of market capitalisations, or to any geographical or sectoral allocation. The sub-fund may also invest in other assets as permitted by the Articles of Incorporation of the Company and the investment policy and guidelines. As the sub-fund invests in many foreign currencies due to its regional orientation, the portfolio or parts thereof may be hedged against the reference currency of the sub-fund in order to reduce the associated foreign currency risks. Investors should note that the sub-fund's exposure may also include Chinese A shares traded via Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect. Chinese A shares are renminbi-denominated A shares of companies domiciled in mainland China; these are traded on Chinese stock exchanges such as the Shanghai Stock Exchange and the Shenzhen Stock Exchange.
Risk and reward profile	5	6

Since a substantial portion of its assets may be sold and invested in liquid assets prior to the Effective Date, the composition of the portfolio of the Merging Sub-Fund may be significantly impacted by the Merger. Any adjustments to the portfolio will be made prior to the Effective Date. As any merger, also this Merger may involve a risk of performance dilution stemming from the restructuring of the portfolio of the Merging Sub-Fund. Furthermore, the Sub-Funds' characteristics such as the portfolio manager, dealing frequency, exposure to securities financing transactions, currency of account, financial year end and cut-off time remain unchanged.

The maximum flat fee of the Receiving Sub-Fund is either equal or lower than the maximum flat fee of the Merging Sub-Fund. The Ongoing Charges of the Receiving Sub-Fund are also lower than the Ongoing Charges of the Merging Sub-Fund. The legal, advisory and administrative costs and expenses (excluding potential transaction costs for the Merging Sub-Fund) associated with the Merger will be borne by UBS AG and will not impact either the Merging Sub-Fund or the Receiving Sub-Fund. In addition and to protect the interests of the investors of the Receiving Sub-Fund, Single Swing Pricing as described in the prospectuses of the Sub-Funds will be applied on a pro rata basis on any cash portion of the assets to be



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merged into the Receiving Sub-Fund, provided that it exceeds the threshold as defined for the Receiving Sub-Fund.

Shareholders of the Merging Sub-Fund and the Receiving Sub-Fund who are not in agreement with the Merger may redeem their shares free of charge until 6 June 2019, cut-off time 15:00 CET. The Merging Sub-Fund will subsequently be closed for redemptions. The Merger will come into effect on 14 June 2019 and will be binding for all Shareholders who have not applied for the redemption of their shares.

Shares of the Merging Sub-Fund will be issued until 10 May 2019, cut-off time 15:00 CET. On the Effective Date of the Merger, the shareholders of the Merging Sub-Fund will be entered into the register of shareholders of the Receiving Sub-Fund, and will be able to exercise their rights as shareholders of the Receiving Sub-Fund, such as participating and voting at general meetings as well as the right to request the repurchase, redemption or conversion of shares of the Receiving Sub-Fund.

PricewaterhouseCoopers, Société cooperative, 2, rue Gerhard Mercator, L-2182 Luxembourg, is in charge of preparing a report validating the conditions foreseen in Article 71 (1), let. a) to c) 1st alternative of the Luxembourg law of 17 December 2010 on undertakings for collective investment (the "**Law of 2010**") for the purpose of the Merger. A copy of this report will be made available upon request and free of charge to the Shareholders sufficiently in advance of the Merger. PricewaterhouseCoopers will also be engaged to validate the actual exchange ratio determined at the exchange ratio calculation date, as provided for in Article 71 (1), let. c) 2nd alternative of the Law of 2010. A copy of this report will be made available upon request and free of charge to the Shareholders. Furthermore, shareholders of the Merging Sub-Fund are advised to consult the KII relating to the Receiving Sub-Fund which is available online at www.ubs.com/funds. Shareholders seeking additional information may contact the Management Company. Please also note that investors may be subject to taxation on their holdings in investment funds. Please contact your tax advisor in respect of any tax queries you may have as a result of the Merger.

Luxembourg, 15 April 2019 | The Management Company