

Key Information Document

UBAM - EM Responsible Sovereign Bond (the "Fund")

Class: ZC USD - ISIN: LU1668157115



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 - EM Responsible Sovereign Bond ZC USD

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

ISIN: LU1668157115

Website: www.ubp.com

Call +352 228 0071 for more information.

The Commission de Surveillance du Secteur Financier (CSSF) in Luxembourg is responsible for supervising the product manufacturer and the Fund.

This KID is dated 26/02/2024.

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 grow capital and generate income by investing primarily in Emerging countries bonds issued by Public Authorities or quasi sovereign or sovereign entities.

The Fund is actively managed and invests in bonds in any currencies including Emerging countries currencies.

The Fund promotes Environmental and Social characteristics by investing at least 5% of its net assets in sustainable investments and aims to have better environmental and social characteristics than the Emerging countries sovereign bond universe. For that purpose, the Investment Manager uses the JP Morgan JESG scores which assesses the ESG quality of each issuer based on a number of E and S quantitative characteristics compiled by Sustainalytics, MapleCroft, Reprisk and Climate Bonds Initiative. Issuers with a JESG score below 20 are excluded.

This Fund applies the exclusions applicable to Article 8 financial products as defined in UBP's Responsible Investment Policy and also excludes issuers deemed to have failed to comply with the 10 UN Global Compact Principles, which cover human rights, labour standards, the environment, and anticorruption. Further information on UBP exclusion criteria can be found on <https://www.ubp.com/en/investment-expertise/responsible-investment>.

The Fund does not use a reference benchmark for the purposes of attaining the ESG characteristics that it promotes, however the JP Morgan EMBI Global Diversified (the "ESG Reporting Benchmark") is used to compare certain ESG characteristics.

The ESG analysis, internal or external, covers at least 80% of the Fund's bond issuers.

The Fund uses the JP Morgan ESG Emerging Market Bond Global Diversified Index (the "Benchmark") for performance objective. The Benchmark is representative of the investment universe and of the risk profile of the Fund although the Investment Manager has significant discretion to deviate from its securities and weighting.

The Fund may invest its net assets up to:

- 100% in High yield
- 100% in Emerging or Frontier countries
- *Both exposure above can be increased up to 150% through derivatives, excluding foreign currencies exposure.*
- 49% in corporate bonds
- 20% in Contingent Convertible bonds (CoCos)
- 10% in Emerging markets fixed income ETF.

Exposure can be direct or made through derivatives such as CDS (Credit Default Swap), Index CDS, FX Forwards (including NDFs), FX Options, Interest Rate Swaps, Futures, Options, Credit linked notes and FX linked notes. The Fund may use derivatives for investment purposes and efficient portfolio management purposes.

High yield bonds are issued by entities whose activity is more sensitive to the economic cycle and pay higher interest. The return on such securities, in the same way as their level of risk, is therefore higher than traditional bond products.

The Fund may invest up to 15% of its net assets in non-rated products/issuers.

The Fund's base currency is USD.

The recommended holding period is determined to allow sufficient time for this product to reach its objectives and provide a consistent return less dependent on market fluctuations. Nevertheless, such return is not guaranteed.

The return of the product is determined using the Net Asset Value (NAV) calculated by the Administrative Agent. This return depends mainly on the market value fluctuations of the underlying investments.

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

INTENDED RETAIL INVESTORS

The Fund is suitable for retail investors with average knowledge of the underlying financial instruments and some financial industry experience. The Fund is also suitable for investors who may bear capital losses, who do not need capital guarantee and who wish to hold their investment over 3 years.

OTHER INFORMATION

Depository: BNP Paribas S.A., Luxembourg Branch.

Administrative, Registrar and Transfer Agent: Caceis Bank, Luxembourg Branch.

Assets segregation: Please refer to the section "What happens if the product is unable to pay out?".

Dealing - Conversion of shares: Please refer to the section "How long should I hold it and can I take my money out early?".

Minimum initial investment: None.

SFDR Classification: Article 8.

Further information about the Fund (including the prospectus, latest annual and semi-annual reports, NAVs) are available free of charge in English on 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 3 out of 7, which is a medium-low risk class.

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

Be aware of currency risk. You will receive payments in a currency other than your local currency, so the final return you will get depends 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 indicator.

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 USD 10'000			
	If you exit after 1 year		If you exit after 3 years	
Scenarios				
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	USD 3'950	USD 4'890	
	Average return each year	-60.5%	-21.2%	
Unfavourable scenario	What you might get back after costs	USD 7'410	USD 8'160	This type of scenario occurred for an investment in the product between October 2019 and October 2022.
	Average return each year	-25.9%	-6.6%	
Moderate scenario	What you might get back after costs	USD 10'070	USD 10'850	This type of scenario occurred for an investment in the proxy then the product between June 2016 and June 2019.
	Average return each year	0.7%	2.7%	
Favourable scenario	What you might get back after costs	USD 12'130	USD 12'240	This type of scenario occurred for an investment in the product between August 2018 and August 2021.
	Average return each year	21.3%	7.0%	

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 and from the assets of the Depository. The assets of the Fund cannot be used to pay the debts of other sub-funds.

In the event of insolvency of the Depository, the Fund may suffer a financial loss.

In the event of insolvency of the product manufacturer, the Fund's assets will not be affected.

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.
- USD 10'000 is invested.

Investment of USD 10'000	If you exit after 1 year	If you exit after 3 years
Total costs	USD 420	USD 731
Annual cost impact	4.2%	2.3%

(*) 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 5.0% before costs and 2.7% after costs.

These figures include the maximum subscription fee that the intermediary(ies) involved in the subscription process may charge (up to 3.00% of your investment). The intermediary will inform you of the actual charge.

Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	Up to 3.00% of your investment. (payable to the intermediary(ies) - if applicable)	Up to USD 300
Exit costs	There is no exit fee for this product.	USD 0
Ongoing costs taken each year		
Management fees and other administrative or operating costs	0.52% of the value of your investment per year. This is an estimate based on actual costs over the last year.	USD 52
Transaction costs	0.67% 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.	USD 67
Incidental costs taken under specific conditions		
Performance fees	There is no performance fee for this product.	USD 0

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

Recommended Holding Period (RHP): 3 years.

The RHP is determined to allow sufficient time for this product to reach its objectives and to provide a consistent return less dependent on market fluctuations. Investors should be prepared to remain invested for at least 3 years but can nevertheless redeem their investment at any time, or hold the latter for a longer period of time.

The Net Asset Value (NAV) is daily except if it is not a full bank business day in Luxembourg or in the United States (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 two (2) Business Days following the Calculation Day.

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

Conversion of shares is allowed within the Fund or to another sub-fund free of charge.

Please refer to the prospectus for further details.

How can I complain?

Complaints can be sent in written form by e-mail (LuxUBPAMcompliance@ubp.com) or to the following address of the product manufacturer at: UBPA 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, NAVs) are available free of charge in English on www.ubp.com or by making a written request to the registered office of the product manufacturer.

The past performance over last 1 year and the latest performance scenarios are available on website https://download.alphaomega.lu/perfscenario_LU1668157115_LU_en.pdf.