

Notice of changes for UBS Short-Term Fixed Income Fund

Date: 10 December 2021

Issuer: UBS Asset Management (Australia) Ltd

Fund: UBS Short-Term Fixed Income Fund (ARSN: 090 428 121, APIR: SBC0812AU)

This significant event notice is to advise that the product disclosure statement (PDS) of the UBS Short-Term Fixed Income Fund (Fund) has been updated with effect from **10 December 2021**. The revised sections refer to:

1. How the UBS Short-Term Fixed Income Fund Works (increased minimum initial investment);
2. How we invest your money (change to investment guidelines);
3. The Fees and Costs estimate for the financial year ending 30 June 2022.
- 4. Management fee reduced from 0.30% p.a. to 0.20% p.a. effective 10th December 2021**

1. Material changes to the PDS:

i. Section 2 – How the UBS Short-Term Fixed Income Fund

As described in Section 2 of the Fund PDS, 'How the UBS Short-Term Fixed Income Fund' (PDS issue date 29 September 2021), 'The minimum initial investment amount in the Fund is \$50,000'. The revised PDS states:

'The minimum initial investment amount in the Fund is \$500,000.'

ii. Section 5 – How we invest your money

As described in Section 5 of the Fund PDS, 'How we invest your money' (PDS issue date 29 September 2021), the revised PDS reflects an update to the permitted holding ranges of the Fund, specifically to the range of holdings of 'Cash, cash equivalents and money market instruments' from 40%-100% to 30% 100% and 'Corporate, government and semi-government fixed income securities' from 0-60% 0-70%. The revised PDS states:

a) Investment Guidelines

Eligible investments	Indicative Range %
Cash, cash equivalents and money market instruments*	30 – 100
Corporate, government and semi-government fixed income securities	0 – 70
Mortgage securities and other asset backed securities	0 – 20

* Money market instruments can include but not limited to negotiable certificates of deposit, treasury notes, promissory notes, term like deposits and bank bills.

iii. Section 6.1 – Fees and costs

Section 6.1 of the Fund PDS provides an overview of the fees and costs you will incur as a result of investing in the Fund (PDS issue date 29 September 2021) being 0.30%. **Effective 10 December 2021**, the PDS reflects a **fee reduction to 0.20%**. Refer to the updated table below:

Fees and costs

Type of fee or cost	Amount
Fees when your money moves in or out of the fund	
Establishment fee	Nil
Contribution fee	Nil
Withdrawal fee	Nil
Termination fee	Nil
Management costs	
The fees and costs for managing your investment	
Management fee*	0.20%# p.a. of the net asset value of the Fund. We charge a fee for administering and managing the Fund. This fee is calculated daily and paid to us (as Responsible Entity for the Fund) on a monthly basis from the Fund's assets. This fee reduces the net asset value of the Fund and is reflected in the unit price. The fee is not charged separately to your investment.
Indirect costs**	0.00% p.a. of the net asset value of the Fund. Indirect costs are generally any amount that arises from investing in interposed vehicles and certain over-the-counter derivatives. These costs are not an additional fee paid to us, are not charged separately to your investment and are reflected in the unit price. They are estimated amounts quoted with reference to the financial year ended 30 June 2021 and may vary over time. Indirect costs are paid from the Fund's assets as and when they are incurred.
Total management costs	0.20% p.a. of the net asset value of the Fund.

* The amount of this fee can be negotiated, rebated or waived in whole or in part for certain direct investors such as IDPS operators, sophisticated or professional investors, or wholesale clients, as defined in the Corporations Act, depending on factors such as the amount invested.

** Information about the calculation of the indirect costs is set out in section 5 of the UBS Additional Information Booklet.

The net amount of the management fee including GST, net of reduced inputs tax credits to be claimed by the Fund

The information in this template can be used to compare costs between different simple managed investment schemes. Fees and costs can be paid directly from your account, or deducted from investment returns (i.e. the Fund's assets).

It is important to be aware that all investments carry risk. Different strategies for investing may carry different levels of risk, depending on the assets that make up the strategy. The level of risk will also vary for each person depending on a range of factors, including age, investment time frames, where other parts of your wealth are invested, and your risk tolerance. We encourage you to review the PDS for more information on the risks associated with your investment in the UBS Short-Term Fixed Income Fund. We encourage you to read the PDS carefully and seek independent financial advice to understand any changes, having regard to your personal objectives, financial situation and needs.

Contact information

The information in this notice is general information only and does not take into account your personal objectives, financial situation or needs. If you require any further information relating to the changes outlined in this letter, please contact your adviser or call Client Services on (03) 9046 4041 or toll free on 1800 572 018 between 8:30 am and 5:30 pm (Sydney time) Monday to Friday.

Kind regards



John Mowat
Head of Australia & New Zealand
UBS Asset Management (Australia) Ltd