

# Reporting

## SF (Lux) Sicav 1 –BMI Protected Global Growth Fund (USD)

### Investment objective

The BMI Protected Global Growth Fund (the "Fund" or "BMI Global") is an open-ended fund designed to provide investors with protected participation in the growth potential of global stock markets via a combination of actively managed funds and cash whilst limiting the downside risk.

The Fund is designed to ensure that the investment should be worth at least 80% of the highest NAV achieved at any point in time over the life of the Fund\*. Therefore, in order to achieve these objectives the participation in the basket of UBS Global Asset Management equity & fixed income funds (the 'Equity Component') can vary between 0% and 100%:

- As the value of the Equity Component rises the Fund will increase its exposure to the Equity Component;
- As the value of the Equity Component falls the Fund will decrease its exposure to the Equity Component in favour of cash;
- The maximum exposure to the Equity Component will be 100%;
- In extremely adverse conditions the minimum exposure to the basket of funds could be zero and therefore returns will reflect prevailing interest rates.

### The Equity Component

The Fund returns are provided from a managed basket of UBS Global Asset Management funds (the Equity Component) and cash.

### Initial Fund weightings:

• UBS (Lux) Key Selection Sicav - US Equities (USD) B	53%
• UBS (Lux) Equity Fund - Japan B	7%
• UBS (Lux) Equity Fund - Great Britain B	5%
• UBS (Lux) Key Selection Sicav - European Equities B	25%
• UBS (Lux) Equity Fund - Emerging Markets (USD) B	5%
• UBS (Lux) Equity Fund - Greater China B	5%

Every three months, funds can be dropped and added and the basket can be reweighted.

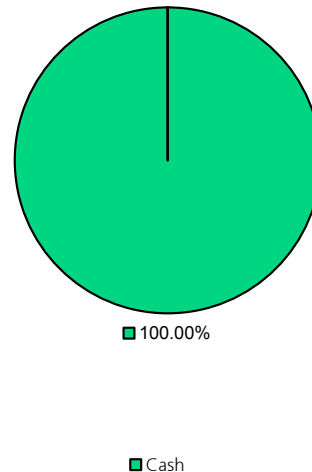
### Current Theoretical\* Fund weightings:

• UBS (Lux) Key Selection Sicav - US Equities (USD) B	35%
• UBS (Lux) Equity Fund - Japan B	7%
• UBS (Lux) Equity Fund - Great Britain B	11%
• UBS (Lux) Equity Fund - Emerging Markets (USD) B	10%
• UBS (Lux) Equity Fund - Euro Countries **	14%
• UBS (Lux) Equity Sicav - USA Growth B	8%
• UBS (Lux) Key Selection Sicav - Global Equities (USD) B	15%

\*As there is zero allocation to the "Active Asset" ("Fund Units"), this shows the theoretical Fund weightings within the "Active Asset" if the Fund was not cashlocked

\*\* Fund replaced due to merger

### Exposure of the Fund\*\*\* as at 30<sup>th</sup> April 2010



\*\*\*As of 16th February 2009 the allocation to the "Active Asset" (or "Fund Units") within the "Dynamic Portfolio" was reduced down to zero. As of this date there is 100% allocation to the "Reserve Asset".

### Valuation of the Fund as at end of April 2010

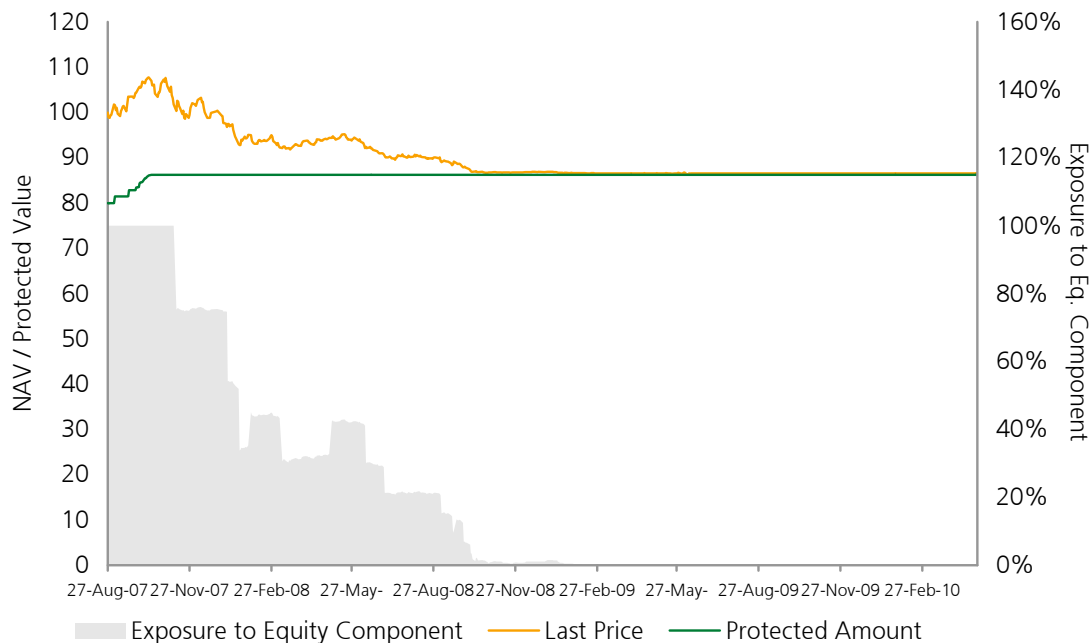
NAV	USD 86.58
Protected Value	USD 86.20
Year-to-date return	0.00%
Return since launch	-13.42%
Annualised return since launch	-5.24%
Launch Date	27-Aug-07
Monthly performance	0.00%

### Performance to end April 2010

The Fund NAV has fallen 13.42% since inception. The Fund NAV has remained stable over the month.

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Performance to end April 2010



Past performance is no guarantee of future trends or performance. Performance since launch (27 August 2007).

## The Equity Component\*\* (commentary from UBS Global AM):

- After a positive first quarter, global equity markets performed flat in April. The equity component of the portfolio returned 0.01%.
- Global equity markets performed neutral in April with 0.01% (in USD) over the month. UBS (Lux) Key Selection Sicav – Global Equities (USD) P-acc outperformed by 0.39% compared to the benchmark (MSCI World).
- The MSCI USA posted a gain of 1.43% in April. The UBS (Lux) Key Selection Sicav – US Equities (USD) P-acc was slightly behind the benchmark (MSCI USA) and underperformed by -0.14% over the month.
- In April, US growth stocks underperformed general US stocks. The Russell 1000 Growth Index returned 1.10% vs. 1.43% of the MSCI USA. However, the relative performance of UBS (Lux) Equity Sicav – USA Growth (USD) P-acc was negative, with the Fund underperforming its benchmark (Russell 1000 Growth) by -0.36%.
- The MSCI EMU returned -2.47% (in EUR) in April. UBS (Lux) Equity Fund – Euro Countries Equities (EUR) P-acc underperformed the benchmark (MSCI EMU) by -0.11% over this period.
- The MSCI UK returned -2.01% (in GBP) in April. During the same period, the UBS (Lux) Equity Fund – Great Britain (GBP) P-acc returned -1.63%.
- In April, the MSCI Japan posted a gain of 0.45% (in JPY). Stock selection of UBS (Lux) Equity Fund – Japan (JPY) P-acc was positive, with the Fund returning +0.66% more than the benchmark (MSCI Japan).
- In April, emerging market equities performed less than developed country equities. The MSCI Emerging Markets Free Index returned 1.21% during the month. Stock selection of UBS (Lux) Equity Fund – Emerging Market (USD) P-acc was strongly negative with the Fund returning -0.48% during the month.

\*\* As there is zero allocation to the "Active Asset" ("Fund Units"), this provides the equity component commentary if the Fund was not cashlocked

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