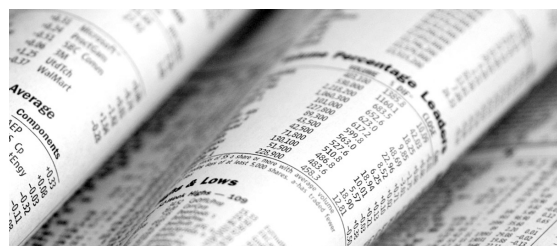


Annual Report 2006/2007.

Investment Company under Luxembourg Law (SICAV)

Audited annual report as of 30 September 2007

UBS (Lux) Key Selection Sicav
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UBS (Lux) Key Selection Sicav – Global Allocation (CHF)
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Audited annual report as of 30 September 2007

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UBS (Lux) Key Selection Sicav – Absolute Return Medium (EUR)	15	(EUR) B/	LU0218832474
UBS (Lux) Key Selection Sicav – Absolute Return Medium (USD)	21	(USD) B/	LU0218832128
UBS (Lux) Key Selection Sicav – Absolute Return Plus (CHF)	27	(CHF) B/	LU0218834090
UBS (Lux) Key Selection Sicav – Absolute Return Plus (EUR)	36	(EUR) B/	LU0218833795
UBS (Lux) Key Selection Sicav – Absolute Return Plus (USD)	45	(USD) B/	LU0218832805
		(SGD hedged) B/	LU0286926331
UBS (Lux) Key Selection Sicav – Asian Equities	54	(GBP) A/	LU0246169758
UBS (Lux) Key Selection Sicav – EUR Bonds	61	A/	LU0236485982
UBS (Lux) Key Selection Sicav – Euro Countries Equities	69	(EUR) B/	LU0153925846
UBS (Lux) Key Selection Sicav – European Equities	75	(EUR) B/	LU0153925689
UBS (Lux) Key Selection Sicav – Global Allocation (CHF)	82	(CHF) B/	LU0197216715
UBS (Lux) Key Selection Sicav – Global Allocation (EUR)	93	(EUR) B/	LU0197216558
		(SGD hedged) B/	LU0287180474
UBS (Lux) Key Selection Sicav – Global Allocation (GBP)	105	(GBP) B/	LU0197216806
UBS (Lux) Key Selection Sicav – Global Allocation (USD)	116	(USD) B/	LU0197216392
UBS (Lux) Key Selection Sicav – Global Allocation Focus Europe	127	(CHF) B/	LU0263319278
		(USD) B/	LU0263319435
UBS (Lux) Key Selection Sicav – Global Equities	135	(EUR) B/	LU0161942635
		(USD) B/	LU0161942395
UBS (Lux) Key Selection Sicav – Japan Equities	143	B/	LU0245619688
UBS (Lux) Key Selection Sicav – US Equities	148	(EUR) B/	LU0155373292
		(USD) A/	LU0274146058
		(EUR) BG/	LU0176552304
		(USD) B/	LU0153925929
		(CAD hedged) B/	LU0263318627
		(USD) B/	LU0235996351
		B/	LU0235997086
		(EUR) BG/	LU0176551835
		(EUR) BG/	LU0176551595
		(CAD hedged) B/	LU0218832045
		(EUR) B/	LU0263318890
		(EUR) BG/	LU0176552569
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		(USD) B/	LU0153925929
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Sales restrictions

Shares of this Company may not be offered, sold or distributed within the United States of America.

Internet address

<http://www.ubs.com/1/e/globalam/funds.html>

Management and Administration

Annual Report as of 30 September 2007
UBS (Lux) Key Selection Sicav

Registered Office

33A, avenue J.F. Kennedy,
P.O. Box 91, L-2010 Luxembourg*
R.C.S. Luxembourg N° B 88 580

* until 29 July 2007: 291, route d'Arlon, L-1150 Luxembourg

Board of Directors

Andreas Jacobs, Chairman of the Board
(until 31 July 2007)
Managing Director, UBS AG, Basel and Zurich

Robert Süttinger, Chairman of the Board
(since 1st August 2007)
Executive Director, UBS AG, Basel and Zurich

Gerhard Fusenig, Member
Managing Director, UBS AG, Basel and Zurich

Aloyste Hemmen, Member
Executive Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Gilbert Schintgen, Member
Executive Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Dirk Spiegel, Member
Executive Director, UBS AG, Basel and Zurich

Day to Day Manager

Isabelle Asseray (until 1st May 2007)
Director, UBS Fund Services (Luxembourg) S.A.,
Luxembourg

Valérie Bernard
Director, UBS Fund Services (Luxembourg) S.A.,
Luxembourg

Emmanuel Duterme (since 1st May 2007)
Associate Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Christophe Hilbert
Associate Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Portfolio Manager

UBS (Lux) Key Selection Sicav – Asian Equities
UBS Global Asset Management (Singapore) Ltd.,
Singapore

UBS (Lux) Key Selection Sicav – Japan Equities
UBS Global Asset Management (Japan) Ltd., Tokyo

For all the other subfunds
UBS AG, UBS Global Asset Management,
Basel and Zurich

Custodian Bank, Main Paying Agent and Sales Agency

UBS (Luxembourg) S.A.,
33A, avenue J.F. Kennedy,
P.O. Box 2, L-2010 Luxembourg*

* until 29 July 2007: 36–38, Grand-Rue, L-1660 Luxembourg

Administrative Agent

UBS Fund Services (Luxembourg) S.A.,
33A, avenue J.F. Kennedy,
P.O. Box 91, L-2010 Luxembourg*

* until 29 July 2007: 291, route d'Arlon, L-1150 Luxembourg

Independent Auditors of the Company

Ernst & Young S.A.,
7, Parc d'Activité Syrdall, L-5365 Munsbach

Sale in Switzerland

Representative
UBS Fund Management (Switzerland) AG,
Aeschenvorstadt 48, CH-4002 Basel

Paying agents
UBS AG, Aeschenvorstadt 1, CH-4002 Basel
UBS AG, Bahnhofstrasse 45, CH-8098 Zurich
and its offices in Switzerland

The sales prospectus and the simplified prospectuses, the articles of association of the company, the annual and semi-annual reports as well as the portfolio movements of the company mentioned in this publication are available free of charge from UBS AG, P.O. Box, CH-4002 Basel and from UBS Fund Management (Switzerland) AG, P.O. Box, CH-4002 Basel.

Sale in the Federal Republic of Germany

Sales support and information agent
UBS Deutschland AG,
Stephanstrasse 14–16, D-60313 Frankfurt am Main

Sales agency, paying and information agent
UBS Deutschland AG,
Stephanstrasse 14–16, D-60313 Frankfurt am Main

The sales prospectus and the simplified prospectuses, the articles of association of the company, the annual and semi-annual reports as well as the portfolio movements of the company mentioned in this publication are available free of charge from UBS Deutschland AG, Stephanstrasse 14–16, D-60313 Frankfurt am Main.

Sale in the Principality of Liechtenstein

Sales agency and paying agent
Liechtensteinische Landesbank AG,
Städtle 44, FL-9490 Vaduz

Sale in the Republic of Austria

The shares of the following subfunds may be sold in the Republic of Austria:

UBS (Lux) Key Selection Sicav

- *Absolute Return Medium (EUR)*
- *Absolute Return Medium (USD)*
- *Absolute Return Plus (EUR)*
- *Absolute Return Plus (USD)*
- *Asian Equities*
- *EUR Bonds*
- *Euro Countries Equities*
- *European Equities*
- *Global Allocation (EUR)*
- *Global Allocation (USD)*
- *Global Allocation Focus Europe*
- *Global Equities*
- *US Equities*

Sale in Belgium, in Chile*, in Denmark, in France, in Hungary, in Italy, in Japan, in Malta, in the Netherlands, in Peru, in Portugal, in Singapore, in Spain, in Sweden, in Taiwan and in the United Kingdom**

Shares of this company may be sold in these countries.

* only pension schemes
** only B shares

The sales prospectus and the simplified prospectuses, the articles of association of the company, the annual and semi-annual reports as well as the portfolio movements of the company mentioned in this publication are available free of charge at the sales agencies and at the registered office of the company.

Features of the Company

Annual Report as of 30 September 2007
UBS (Lux) Key Selection Sicav

UBS (Lux) Key Selection Sicav was incorporated on 9 August 2002 as an open-end investment fund in the legal form of a "Société d'Investissement à Capital Variable" (SICAV) in accordance with Part I of the Luxembourg law relating to undertakings for collective investment enacted on 30 March 1988 and amended to comply with the requirements of the Luxembourg law of 20 December 2002 in February 2004.

The Articles of Association were published in the "Mémorial, Recueil des Sociétés et Associations" (hereinafter called "Mémorial") on 23 August 2002, and deposited at the Commercial and Company Register of the District Court in Luxembourg for inspection. All changes are published with a deposit notice in the "Mémorial". Such amendments become legally binding in respect of all shareholders subsequent to their approval by the general meeting of shareholders.

UBS (Lux) Key Selection Sicav (hereinafter called the "company") offers investors various subfunds ("Umbrella Construction") which invest in accordance with the investment policy described in the sales prospectus. The sales prospectus contains specific details on each subfund.

So far, the following subfunds are available:

UBS (Lux) Key Selection Sicav	Currency of account of the subfund	Share classes
– Absolute Return Medium (CHF)	CHF	(CHF) B
– Absolute Return Medium (EUR)	EUR	(EUR) B
– Absolute Return Medium (USD)	USD	(USD) B/ (CAD hedged) B/ (AUD hedged) B/ (SGD hedged) B
– Absolute Return Plus (CHF)	CHF	(CHF) B
– Absolute Return Plus (EUR)	EUR	(EUR) B
– Absolute Return Plus (USD)	USD	(USD) B/ (CAD hedged) B/ (AUD hedged) B/ (SGD hedged) B
– Asian Equities	USD	(GBP) A/(USD) B
– EUR Bonds	EUR	A/B
– Euro Countries Equities	EUR	(EUR) B
– European Equities	EUR	(EUR) B
– Global Allocation (CHF)	CHF	(CHF) B
– Global Allocation (EUR)	EUR	(EUR) B/(EUR) FB/ (CAD hedged) B/ (SGD hedged) B
– Global Allocation (GBP)	GBP	(GBP) B
– Global Allocation (USD)	USD	(USD) B/(USD) FB
– Global Allocation Focus Europe	EUR	(EUR) B/(CHF) B/ (USD) B/(GBP) B
– Global Equities	USD	(USD) B/(EUR) B

UBS (Lux) Key Selection Sicav	Currency of account of the subfund	Share classes
– Japan Equities	JPY	B
– US Equities	USD	(USD) A/(USD) B/ (EUR) B

The company can issue several share classes for each subfund.

So far, the following share classes are available:

- Class "A" shares (= distribution shares) which entitle the shareholder to an annual distribution.
- Class "B" shares (= distribution shares), whereby the general meeting of shareholders, upon the proposal of the Board of Directors and after closing the annual accounts, shall decide whether and to what extent distributions are to be paid out.
- Share class FB corresponds to Class B as described above, but has been established solely as an investment opportunity for UBS funds, UBS AG and its companies and is not available to private investors.

The Board of Directors can also issue the above mentioned classes in other currencies apart from the subfund's currency of account. For this reason, subscriptions and redemptions for these share classes are permitted in a currency other than the subfund's currency of account. In this case, the net asset value and the issue and redemption prices are expressed and published in the currency in which subscriptions and redemptions are carried out. The equity-class currency is indicated in the above table in the 'Share class' column and forms an integral part of the name of these classes.

The entirety of the individual subfunds' net assets forms the total net assets of the company, which at any time correspond to the share capital of the company and consist in fully paid-in and non-par-value shares (the "shares").

At general meetings, the shareholder has the right to one vote per share held, irrespective of the difference in value of shares in the respective subfunds. Shares of a particular subfund carry the right of one vote per share held when voting at meetings affecting this subfund.

The company is a single legal entity. With respect to the shareholders, each subfund is regarded as being separate from the others. The assets of a subfund can only be used to offset the liabilities which the subfund concerned has assumed.

The Board of Directors of the company is empowered at any time to establish new subfunds and/or to liquidate existing ones, as well as to establish different share classes with specific characteristics within these subfunds. The sales prospectus will be updated each time a new subfund or an additional share class is issued.

The company is unlimited with regard to duration and total assets.

The financial year of the company ends on 30 September.

The ordinary general meeting takes place annually on 20 January at 10 o'clock a.m. at the registered office of the company. If 20 January is not a business day in Luxembourg the ordinary general meeting will take place on the next business day.

Only the information contained in the sales prospectus and in one of the documents referred to therein shall be deemed to be valid.

The shares of the subfunds of UBS (Lux) Key Selection Sicav are listed on the Luxembourg Stock Exchange.

The issue and redemption of shares of UBS (Lux) Key Selection Sicav are subject to the regulations prevailing in the country concerned.

The annual and semi-annual reports are available free of charge to shareholders at the registered office of the company and of the Custodian Bank.

No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current prospectus accompanied by the latest annual report and the latest semi-annual report if available.

Independent Auditor's Report

Annual Report as of 30 September 2007
UBS (Lux) Key Selection Sicav

To the Shareholders of

UBS (Lux) Key Selection Sicav

We have audited the accompanying financial statements of UBS (Lux) Key Selection Sicav and of each of its subfunds, which comprise the statement of net assets and the statement of investments in securities and other net assets as at 30 September 2007 and the statement of operations and the statement of changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Board of Directors of the SICAV's responsibility for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted by the "Institut des Réviseurs d'Entreprises". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the Auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the Auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements give a true and fair view of the financial position of UBS (Lux) Key Selection Sicav and of each of its subfunds as of 30 September 2007, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other matters

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

Without qualifying our opinion, we draw attention to Note 1 b) to the financial statements relating to the valuation of certain assets. This note explains that, in the absence of a liquid market, these assets were valued at their estimated fair value on the basis of mathematical models or other alternative valuation methods. These percentage of the net assets of each subfund as of 30 September 2007 is disclosed in Note 10.

Luxembourg, 21 December 2007

Ernst & Young
Société Anonyme
Reviseur d'Entreprises

N. Faber

UBS (Lux) Key Selection Sicav

Annual Report as of 30 September 2007

Consolidated Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	14 194 584 172.70
Investments in securities, unrealized appreciation (depreciation)	1 193 875 529.20
Total investments in securities (Note 1)	15 388 459 701.90
Cash at banks, deposits on demand and deposit accounts	365 649 817.33
Other liquid assets (Margins)	199 301 434.24
Receivable on securities sales (Note 1)	81 730 077.72
Receivable on subscriptions	28 999 691.06
Interest receivable on securities	22 437 492.40
Interest receivable on liquid assets	1 285 565.15
Receivable on dividends	8 278 616.53
Other receivables	3 463 138.74
Unrealized gain (loss) on financial futures (Note 1)	-66 214 072.47
Unrealized gain (loss) on options, futures-styled	-5 250.00
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	180 349 169.95
Unrealized gain (loss) on swaps (Note 1)	3 984 375.74
Total Assets	16 217 719 758.29
Liabilities	
Bank overdraft	-150 640 550.31
Other short-term liabilities (Margins)	-3 745 094.57
Interest payable on bank overdraft	-422 225.71
Payable on securities purchases (Note 1)	-37 056 043.21
Payable on redemptions	-41 808 339.46
Provisions for all-in fee (Note 2)	-41 493 722.46
Provisions for taxe d'abonnement (Note 3)	-1 338 487.30
Total provisions	-42 832 209.76
Total Liabilities	-276 504 463.02
Net assets at the end of the financial year	15 941 215 295.27

Consolidated Statement of Operations

	EUR
Income	1.10.2006-30.9.2007
Interest on liquid assets	30 176 889.91
Interest on securities	50 223 898.65
Dividends	157 071 029.91
Interest received on swaps (Note 1)	4 098 989.41
Income on securities lending (Note 4)	6 547 319.57
Retrocessions (Note 2)	233 315.09
Total income	248 351 442.54
Expenses	
Interest paid on swaps (Note 1)	-5 981 809.26
All-in fee (Note 2)	-297 918 007.02
Taxe d'abonnement (Note 3)	-5 417 274.14
Interest on liquid assets and bank overdraft	-10 197 159.97
Total expenses	-319 514 250.39
Net income on investments	-71 162 807.85
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	1 142 340 130.42
Realized gain (loss) on options	-5 604 091.48
Realized gain (loss) on yield-evaluated securities and money market instruments	1 118 800.88
Realized gain (loss) on financial futures	-154 008 376.72
Realized gain (loss) on options, futures-styled	26 685.00
Realized gain (loss) on forward foreign exchange contracts	-35 684 835.54
Realized gain (loss) on swaps	15 680 456.98
Total realized gain (loss) on investments	963 868 769.54
Realized gain (loss) on foreign exchange	-8 116 810.52
Total realized gain (loss)	955 751 959.02
Net realized gain (loss) of the financial year	884 589 151.17
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	17 452 654.76
Unrealized appreciation (depreciation) on financial futures	-59 267 900.94
Unrealized appreciation (depreciation) on options, futures-styled	-5 250.00
Unrealized appreciation (depreciation) on forward foreign exchange contracts	261 349 815.39
Unrealized appreciation (depreciation) on swaps	-2 757 926.56
Total changes in unrealized appreciation (depreciation)	216 771 392.65
Net increase (decrease) in net assets as a result of operations	1 101 360 543.82

UBS (Lux) Key Selection Sicav

– Absolute Return Medium (CHF)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in CHF		1 613 868 044.62	1 602 946 178.97	452 196 282.54
Class (CHF) B	LU0218832631			
Shares outstanding		16 228 388.9540	15 583 198.9690	4 446 036.1430
Net asset value per share in CHF		99.45	102.86	101.71

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	75.31	Investment funds & pension foundations	93.96
Switzerland	18.65	Total	93.96
Total	93.96		

Report of the Portfolio Manager

During the year under review (1 October 2006 to 30 September 2007) the equity markets delivered a strong overall performance and recovered rapidly from a fall in prices and increased volatility in February and July. There was also a rollercoaster ride on the bond markets until the outbreak of the credit crisis in August which exerted pressure on interest rates that had been rising up until then.

The subfund invests in the major markets and asset classes with a variety of different weightings. In the year under review the overweights in the US and the UK made a positive contribution to performance. The underweight in Japan produced a negative performance contribution. The currency strategy and the investment in the UBS Absolute Return Bond subfund were negatively impacted by the carry trades and the credit crisis respectively. No benchmark exists for this subfund.

Statement of Net Assets

	CHF
Assets	30.9.2007
Investments in securities, cost	1 464 837 822.98
Investments in securities, unrealized appreciation (depreciation)	51 552 647.59
Total investments in securities (Note 1)	1 516 390 470.57
Cash at banks, deposits on demand and deposit accounts	67 982 057.76
Other liquid assets (Margins)	62 053 937.69
Receivable on subscriptions	140 667.82
Interest receivable on liquid assets	64 898.46
Unrealized gain (loss) on financial futures (Note 1)	-21 382 324.26
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	30 939 088.57
Unrealized gain (loss) on swaps (Note 1)	3 635 870.49
Total Assets	1 659 824 667.10
Liabilities	
Bank overdraft	-32 909 863.95
Other short-term liabilities (Margins)	-1 135 666.94
Interest payable on bank overdraft	-129 664.40
Payable on redemptions	-4 928 936.86
Provisions for all-in fee (Note 2)	-6 802 563.97
Provisions for tax d'abonnement (Note 3)	-49 926.36
Total provisions	-6 852 490.33
Total Liabilities	-45 956 622.48
Net assets at the end of the financial year	1 613 868 044.62

Statement of Operations

	CHF
Income	1.10.2006–30.9.2007
Interest on liquid assets	2 245 230.69
Dividends	16 866 357.31
Interest received on swaps (Note 1)	1 435 235.05
Retrocessions (Note 2)	119 483.59
Total income	20 666 306.64
Expenses	
Interest paid on swaps (Note 1)	-2 231 831.55
All-in fee (Note 2)	-24 362 947.28
Taxe d'abonnement (Note 3)	-206 587.45
Interest on liquid assets and bank overdraft	-1 466 585.84
Total expenses	-28 267 952.12
Net income on investments	-7 601 645.48
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	52 492 028.13
Realized gain (loss) on options	-3 327 203.58
Realized gain (loss) on financial futures	-49 501 242.54
Realized gain (loss) on forward foreign exchange contracts	-92 962 563.68
Realized gain (loss) on swaps	3 593 435.34
Total realized gain (loss) on investments	-89 705 546.33
Realized gain (loss) on foreign exchange	1 340 250.65
Total realized gain (loss)	-88 365 295.68
Net realized gain (loss) of the financial year	-95 966 941.16
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-6 721 608.98
Unrealized appreciation (depreciation) on financial futures	-18 288 303.33
Unrealized appreciation (depreciation) on forward foreign exchange contracts	61 346 705.70
Unrealized appreciation (depreciation) on swaps	1 085 403.59
Total changes in unrealized appreciation (depreciation)	37 422 196.98
Net increase (decrease) in net assets as a result of operations	-58 544 744.18

Statement of Changes in Net Assets

	CHF
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	1 602 946 178.97
Subscriptions	342 176 070.55
Redemptions	-272 709 460.72
	<hr/>
Total net subscriptions (redemptions)	69 466 609.83
Net income on investments	-7 601 645.48
Total realized gain (loss)	-88 365 295.68
Total changes in unrealized appreciation (depreciation)	37 422 196.98
	<hr/>
Net increase (decrease) in net assets as a result of operations	-58 544 744.18
Net assets at the end of the financial year	1 613 868 044.62

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(CHF) B
Number of shares outstanding at the beginning of the financial year	15 583 198.9690
Number of shares issued	3 300 750.4030
Number of shares redeemed	-2 655 560.4180
Number of shares outstanding at the end of the financial year	16 228 388.9540

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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UCITS in accordance with Article 41 (1) e

Investment certificates, open end

Luxembourg

USD	UBS (LUX) BOND FUND FCP – ABSOLUTE RETURN BOND (USD) B	12 041 095.00	147 556 611.34	9.14
USD	UBS (LUX) EQUITY SICAV – USA GROWTH FB	3 939.00	54 982 188.54	3.41
EUR	UBS (LUX) IF-ABSOLUTE RETURN BOND EUR FA	18 999.58	312 476 692.62	19.38
USD	UBS (LUX) IF-EMERGING MARKETS EQUITY FA	2 933.01	69 722 059.41	4.32
EUR	UBS (LUX) IF-GLOBAL CONVERTIBLE BONDS FA	2 136.00	40 571 318.47	2.51
EUR	UBS (LUX) IF-KEY SEL. EUROPEAN EQUITY FA-EUR	4 347.76	95 219 691.23	5.90
USD	UBS (LUX) IF-KEY SEL. GLOBAL EQUITY FA-USD	3 220.90	49 224 458.09	3.05
USD	UBS (LUX) IF-KEY SEL. US EQUITY FA-USD	10 289.14	152 735 064.10	9.46
USD	UBS (LUX) IF-USD HIGH YIELD FA-USD	2 993.00	40 219 628.89	2.49
EUR	UBS (LUX) INSTITUTIONAL FUND – GLOBAL AGGREGATE FA	4 934.00	82 151 295.79	5.09
GBP	UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	2 762.00	72 167 492.30	4.47
USD	UBS (LUX) INSTITUTIONAL SICAV? US 130/30 FA	8 555.00	98 350 571.75	6.09
Total Luxembourg			1 215 377 072.53	75.31

Switzerland

USD	UBS (CH) INST FUND – ABSOLUTE RETURN BOND (USD) X	260 689.00	301 013 398.04	18.65
Total Switzerland			301 013 398.04	18.65

Total Investment certificates, open end

1 516 390 470.57 **93.96**

Total UCITS in accordance with Article 41 (1) e

1 516 390 470.57 **93.96**

Total investments in securities

1 516 390 470.57 **93.96**

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on bonds

JPY	JAPANESE GOVERNMENT 10Y BOND MINI FUTURE 10.12.07	-507.00	128 739.16	0.01
GBP	LONG GILT FUTURE 27.12.07	-115.00	95 796.30	0.01
USD	US 10YR TREASURY NOTE FUTURE 19.12.07	-936.00	-17 084.93	0.00
CAD	CANADA 10YR BOND FUTURE 18.12.07	35.00	17 281.41	0.00
AUD	AUSTRALIA 10 Y BOND FUTURE 17.12.07	268.00	-648 778.46	-0.04
EUR	EURO-BUND FUTURE 06.12.07	-23.00	27 512.05	0.00
Total Financial Futures on bonds			-396 534.47	-0.02

Financial Futures on Indices

EUR	S&P/MIB INDEX FUTURE 21.12.07	-34.00	-297 399.27	-0.02
GBP	FTSE 100 INDEX FUTURE 21.12.07	28.00	-13 326.32	0.00
AUD	SPI 200 INDEX FUTURE 20.12.07	-242.00	-2 020 197.52	-0.13
BRL	BRAZIL BOVESPA INDEX FUTURE 17.10.07	-995.00	-4 506 487.51	-0.28
SEK	OMX 30 INDEX FUTURE 26.10.07	-451.00	-274 462.58	-0.02
EUR	DJ EURO STOXX 50 INDEX FUTURE 21.12.07	-471.00	-1 494 572.14	-0.09
USD	S&P500 EMINI FUTURE 21.12.07	-1 878.00	-4 395 889.87	-0.27
CHF	SWISS MARKET INDEX FUTURE 20.12.07	-47.00	-110 920.00	-0.01
EUR	DAX INDEX FUTURE 21.12.07	-171.00	-2 737 934.85	-0.17
HKD	H-SHARES INDEX FUTURE 30.10.07	-137.00	-752 973.33	-0.05
HKD	HANG SENG INDEX FUTURE 30.10.07	-39.00	-155 422.01	-0.01
KRW	KOREA KOSPI 200 INDEX FUTURE 13.12.07	103.00	906 362.49	0.06
CAD	S&P/TSX 60 INDEX FUTURE 20.12.07	-246.00	-954 935.61	-0.06
JPY	NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-331.00	-1 397 039.27	-0.09
EUR	AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	77.00	428 546.69	0.03
ZAR	FTSE/JSE TOP 40 INDEX FUTURE 20.12.07	-529.00	-1 231 898.32	-0.08
EUR	CAC 40 INDEX FUTURE 19.10.07	-301.00	-1 330 181.00	-0.08
EUR	BEL20 INDEX FUTURE 19.10.07	232.00	343 807.58	0.02
EUR	IBEX 35 INDEX FUTURE 19.10.07	-40.00	-511 365.26	-0.03
USD	MSCI TAIWAN INDEX FUTURE 30.10.07	-196.00	-238 125.89	-0.01
SGD	MSCI SINGAPORE INDEX FUTURE 30.10.07	-142.00	-241 375.80	-0.01
Total Financial Futures on Indices			-20 985 789.79	-1.30

Total Derivative instruments listed on an official stock exchange

-21 382 324.26 **-1.32**

Derivative instruments not listed on an official stock exchange and not traded on another regulated market

Swaps and forward swaps on interest rates

CHF	UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 05-24.06.15			
CHF	UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-24.06.15	-5 498 000.00	407 434.24	0.03
JPY	UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-24.06.35			
JPY	UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-24.06.35	-238 900 000.00	141 062.61	0.01

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY UBS LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-200 000 000.00	168 507.63	0.01
JPY UBS LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-230 000 000.00	135 807.45	0.01
JPY UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-250 000 000.00	147 616.80	0.01
JPY UBS/INTEREST RATE SWAP PAYER 2.24500% 06-28.06.35			
JPY UBS/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.35	-590 000 000.00	348 375.64	0.02
JPY UBS/INTEREST RATE SWAP PAYER 2.24500% 06-28.06.35			
JPY UBS/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.35	-575 000 000.00	339 518.63	0.02
GBP UBS LDN/INTEREST RATE SWAP PAYER 4.40250% 06-29.09.36			
GBP UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 06-29.09.36	-8 100 000.00	1 873 441.59	0.11
CHF UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 07-28.06.15			
CHF UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 07-28.06.15	-1 000 000.00	74 105.90	0.00
CHF UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 07-28.06.15			
CHF UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 07-28.06.15	-14 700 000.00	0.00	0.00
Total Swaps and forward swaps on interest rates		3 635 870.49	0.22

Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market **3 635 870.49** **0.22**

Total Derivative instruments **-17 746 453.77** **-1.10**

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

CHF 20 374 200.00	BRL 33 000 000.00	18.10.2007	-522 618.82	-0.03
TVVD 1 435 000 000.00	CHF 53 592 945.00	18.10.2007	-2 214 667.81	-0.14
CHF 59 404 800.00	KRW 44 800 000 000.00	18.10.2007	2 273 780.79	0.14
CHF 818 768 104.00	USD 672 320 000.00	18.10.2007	34 314 185.95	2.14
CHF 53 292 880.50	AUD 52 230 000.00	18.10.2007	-605 667.94	-0.04
SGD 19 070 000.00	CHF 15 254 569.75	18.10.2007	-245 889.62	-0.02
CHF 705 754 822.55	EUR 429 350 016.00	18.10.2007	-6 965 240.75	-0.43
SEK 362 790 016.00	CHF 64 556 941.49	18.10.2007	914 855.98	0.06
CHF 36 107 111.25	CAD 31 650 000.00	18.10.2007	-1 059 242.77	-0.07
CHF 238 252 509.00	GBP 98 010 000.00	18.10.2007	5 345 959.21	0.33
JPY 6 175 980 032.00	CHF 62 357 326.39	18.10.2007	420 398.36	0.03
JPY 1 756 000 000.00	NZD 18 839 180.35	18.10.2007	1 259 550.43	0.08
EUR 2 070 000.00	CHF 3 410 221.50	18.10.2007	25 981.83	0.00
CHF 5 295 513.62	MXN 48 050 000.00	18.10.2007	177 112.85	0.01
CHF 4 487 226.80	JPY 452 460 000.00	18.10.2007	-111 862.55	-0.01
USD 9 470 000.00	CHF 11 305 570.10	18.10.2007	-256 339.88	-0.02
USD 28 000 000.00	CAD 29 130 360.00	18.10.2007	-1 538 445.46	-0.10
GBP 4 580 000.00	CHF 11 250 999.00	18.10.2007	-367 170.13	-0.02
EUR 3 370 000.00	CHF 5 569 733.80	18.10.2007	24 490.31	0.00
GBP 2 170 000.00	CHF 5 289 266.50	18.10.2007	-132 561.35	-0.01
EUR 6 840 000.00	CHF 11 253 236.40	18.10.2007	101 158.53	0.01
CHF 5 634 830.00	USD 4 700 000.00	18.10.2007	151 026.55	0.01
CHF 4 310 024.40	ZAR 25 710 000.00	18.10.2007	-29 792.58	0.00
JPY 476 550 016.00	CHF 4 835 124.12	18.10.2007	8 945.62	0.00
NZD 18 700 000.00	JPY 1 661 981 200.00	18.10.2007	-427 286.87	-0.03
EUR 7 170 000.00	CHF 11 674 695.90	18.10.2007	227 371.47	0.01
USD 14 970 000.00	CHF 17 996 035.80	18.10.2007	-529 487.62	-0.03
CHF 16 755 658.40	USD 13 880 000.00	18.10.2007	560 816.28	0.03
USD 20 130 000.00	CHF 23 797 082.10	18.10.2007	-310 421.67	-0.02
GBP 2 520 000.00	CHF 6 040 213.20	18.10.2007	-51 888.49	0.00
BRL 4 000 000.00	CHF 2 422 800.00	18.10.2007	110 098.67	0.01
KRW 7 000 000 000.00	CHF 8 956 500.00	18.10.2007	-30 119.45	0.00
CHF 45 167 313.00	USD 38 190 000.00	18.10.2007	609 141.67	0.04
JPY 1 594 739 968.00	EUR 9 888 756.41	18.10.2007	-204 908.30	-0.01
CHF 15 403 648.50	USD 13 070 000.00	18.10.2007	154 286.68	0.01
MYR 48 400 000.00	CHF 16 518 920.00	18.10.2007	65 649.70	0.00
KRW 27 393 030 000.00	CHF 35 132 930.63	18.10.2007	-201 327.31	-0.01
USD 27 360 000.00	CHF 32 024 880.00	18.10.2007	-102 957.89	-0.01
EUR 14 260 000.00	CHF 23 557 520.00	18.10.2007	114 170.97	0.01
MXN 87 920 000.00	CHF 9 421 913.39	18.10.2007	-56 745.50	0.00
CHF 20 357 617.46	USD 17 410 000.00	18.10.2007	44 749.48	0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)			30 939 088.57	1.92

Cash at banks, deposits on demand and deposit accounts and other liquid assets	130 035 995.45	8.06
Bank overdraft and other short-term liabilities	-34 045 530.89	-2.11
Other assets and liabilities	-11 705 525.31	-0.73
Total net assets	1 613 868 044.62	100.00

UBS (Lux) Key Selection Sicav

– Absolute Return Medium (EUR)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in EUR		432 506 665.63	521 815 826.94	103 247 546.24
Class (EUR) B	LU0218832474			
Shares outstanding		4 227 413.3660	4 987 977.3660	1 011 663.5350
Net asset value per share in EUR		102.31	104.61	102.06

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	75.56	Investment funds & pension foundations	94.65
Switzerland	19.09	Total	94.65
Total	94.65		

Report of the Portfolio Manager

During the year under review (1 October 2006 to 30 September 2007) the equity markets delivered a strong overall performance and recovered rapidly from a fall in prices and increased volatility in February and July. There was also a rollercoaster ride on the bond markets until the outbreak of the credit crisis in August which exerted pressure on interest rates that had been rising up until then.

The subfund invests in the major markets and asset classes with a variety of different weightings. In the year under review the overweights in the US and the UK made a positive contribution to performance. The underweight in Japan produced a negative performance contribution. The currency strategy and the investment in the UBS Absolute Return Bond subfund were negatively impacted by the carry trades and the credit crisis respectively. No benchmark exists for this subfund.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	418 295 190.50
Investments in securities, unrealized appreciation (depreciation)	-8 938 547.81
Total investments in securities (Note 1)	409 356 642.69
Cash at banks, deposits on demand and deposit accounts	12 706 506.30
Other liquid assets (Margins)	16 583 368.48
Receivable on securities sales (Note 1)	3 189 835.48
Receivable on subscriptions	29 538.72
Interest receivable on liquid assets	10 059.74
Unrealized gain (loss) on financial futures (Note 1)	-5 573 061.09
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	12 921 115.45
Unrealized gain (loss) on swaps (Note 1)	1 318 235.80
Total Assets	450 542 241.57
Liabilities	
Bank overdraft	-9 210 299.15
Other short-term liabilities (Margins)	-328 528.59
Interest payable on bank overdraft	-23 352.61
Payable on securities purchases (Note 1)	-1 797 278.76
Payable on redemptions	-4 579 109.64
Provisions for all-in fee (Note 2)	-2 083 749.60
Provisions for taxe d'abonnement (Note 3)	-13 257.59
Total provisions	-2 097 007.19
Total Liabilities	-18 035 575.94
Net assets at the end of the financial year	432 506 665.63

Statement of Operations

	EUR
Income	1.10.2006–30.9.2007
Interest on liquid assets	832 952.66
Dividends	5 404 728.59
Interest received on swaps (Note 1)	733 844.71
Retrocessions (Note 2)	61 468.88
Total income	7 032 994.84
Expenses	
Interest paid on swaps (Note 1)	-858 221.65
All-in fee (Note 2)	-7 518 690.15
Taxe d'abonnement (Note 3)	-62 744.13
Interest on liquid assets and bank overdraft	-358 097.07
Total expenses	-8 797 753.00
Net income on investments	-1 764 758.16
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	12 771 910.87
Realized gain (loss) on options	-1 070 202.91
Realized gain (loss) on financial futures	-17 863 202.69
Realized gain (loss) on forward foreign exchange contracts	6 737 118.31
Realized gain (loss) on swaps	1 091 242.30
Total realized gain (loss) on investments	1 666 865.88
Realized gain (loss) on foreign exchange	-700 351.66
Total realized gain (loss)	966 514.22
Net realized gain (loss) of the financial year	-798 243.94
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-19 184 923.76
Unrealized appreciation (depreciation) on financial futures	-4 486 596.30
Unrealized appreciation (depreciation) on forward foreign exchange contracts	13 924 542.69
Unrealized appreciation (depreciation) on swaps	467 143.90
Total changes in unrealized appreciation (depreciation)	-9 279 833.47
Net increase (decrease) in net assets as a result of operations	-10 078 077.41

Statement of Changes in Net Assets

	EUR
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	521 815 826.94
Subscriptions	149 380 084.89
Redemptions	-228 611 168.79
Total net subscriptions (redemptions)	-79 231 083.90
Net income on investments	-1 764 758.16
Total realized gain (loss)	966 514.22
Total changes in unrealized appreciation (depreciation)	-9 279 833.47
Net increase (decrease) in net assets as a result of operations	-10 078 077.41
Net assets at the end of the financial year	432 506 665.63

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	4 987 977.3660
Number of shares issued	1 413 139.8000
Number of shares redeemed	-2 173 703.8000
Number of shares outstanding at the end of the financial year	4 227 413.3660

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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UCITS in accordance with Article 41 (1) e)

Investment certificates, open end

Luxembourg

USD	UBS (LUX) BOND FUND FCP – ABSOLUTE RETURN BOND (USD) B	5 592 015.00	41 247 573.97	9.54
USD	UBS (LUX) EQUITY SICAV – USA GROWTH FB	1 657.00	13 921 817.70	3.22
EUR	UBS (LUX) IF-ABSOLUTE RETURN BOND EUR FA	8 502.28	84 167 885.85	19.44
USD	UBS (LUX) IF-EMERGING MARKETS EQUITY FA	1 211.82	17 339 263.70	4.01
EUR	UBS (LUX) IF-GLOBAL CONVERTIBLE BONDS FA	958.00	10 952 689.46	2.53
EUR	UBS (LUX) IF-KEY SEL. EUROPEAN EQUITY FA-EUR	1 965.58	25 911 363.34	5.99
USD	UBS (LUX) IF-KEY SEL. GLOBAL EQUITY FA-USD	1 399.64	12 875 281.27	2.98
USD	UBS (LUX) IF-KEY SEL. US EQUITY FA-USD	4 714.11	42 120 804.03	9.74
USD	UBS (LUX) IF-USD HIGH YIELD FA-USD	1 330.00	10 757 723.44	2.49
EUR	UBS (LUX) INSTITUTIONAL FUND – GLOBAL AGGREGATE FA	2 191.00	21 958 114.36	5.08
GBP	UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	1 242.00	19 533 358.84	4.52
USD	UBS (LUX) INSTITUTIONAL SICAV? US 130/30 FA	3 761.00	26 025 411.24	6.02
Total Luxembourg			326 811 287.20	75.56

Switzerland

USD	UBS (CH) INST FUND – ABSOLUTE RETURN BOND (USD) X	118 766.00	82 545 355.49	19.09
Total Switzerland			82 545 355.49	19.09

Total Investment certificates, open end **409 356 642.69** **94.65**

Total UCITS in accordance with Article 41 (1) e) **409 356 642.69** **94.65**

Total investments in securities **409 356 642.69** **94.65**

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on bonds

JPY	JAPANESE GOVERNMENT 10Y BOND MINI FUTURE 10.12.07	-231.00	35 306.29	0.01
GBP	LONG GILT FUTURE 27.12.07	-53.00	26 574.44	0.00
USD	US 10YR TREASURY NOTE FUTURE 19.12.07	-428.00	-4 702.39	0.00
CAD	CANADA 10YR BOND FUTURE 18.12.07	18.00	5 349.60	0.00
AUD	AUSTRALIA 10 Y BOND FUTURE 17.12.07	128.00	-186 512.95	-0.04
EUR	EURO-BUND FUTURE 06.12.07	-9.00	6 480.00	0.00
Total Financial Futures on bonds			-117 505.01	-0.03

Financial Futures on Indices

EUR	S&P/MIB INDEX FUTURE 21.12.07	-18.00	-94 770.00	-0.02
GBP	FTSE 100 INDEX FUTURE 21.12.07	11.00	-3 151.24	0.00
AUD	SPI 200 INDEX FUTURE 20.12.07	-109.00	-547 699.52	-0.13
BRL	BRAZIL BOVESPA INDEX FUTURE 17.10.07	-395.00	-1 076 836.03	-0.25
SEK	OMX 30 INDEX FUTURE 26.10.07	-188.00	-68 865.52	-0.02
EUR	DJ EURO STOXX 50 INDEX FUTURE 21.12.07	-209.00	-355 440.00	-0.08
USD	S&P500 EMINI FUTURE 21.12.07	-832.00	-1 177 541.05	-0.27
CHF	SWISS MARKET INDEX FUTURE 20.12.07	-20.00	-28 410.53	-0.01
EUR	DAX INDEX FUTURE 21.12.07	-78.00	-751 725.00	-0.17
HKD	H-SHARES INDEX FUTURE 30.10.07	-52.00	-172 028.25	-0.04
HKD	HANG SENG INDEX FUTURE 30.10.07	-17.00	-40 778.78	-0.01
KRW	KOREA KOSPI 200 INDEX FUTURE 13.12.07	50.00	264 833.00	0.07
CAD	S&P/TSX 60 INDEX FUTURE 20.12.07	-111.00	-259 357.82	-0.06
JPY	NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-150.00	-382 291.40	-0.09
EUR	AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	37.00	123 950.00	0.03
ZAR	FTSE/JSE TOP 40 INDEX FUTURE 20.12.07	-254.00	-356 033.04	-0.08
EUR	CAC 40 INDEX FUTURE 19.10.07	-136.00	-361 760.00	-0.08
EUR	BEL20 INDEX FUTURE 19.10.07	119.00	106 148.00	0.02
EUR	IBEX 35 INDEX FUTURE 19.10.07	-20.00	-153 900.00	-0.04
USD	MSCI TAIWAN INDEX FUTURE 30.10.07	-94.00	-68 740.99	-0.02
SGD	MSCI SINGAPORE INDEX FUTURE 30.10.07	-50.00	-51 157.91	-0.01
Total Financial Futures on Indices			-5 455 556.08	-1.26

Total Derivative instruments listed on an official stock exchange **-5 573 061.09** **-1.29**

Derivative instruments not listed on an official stock exchange and not traded on another regulated market

Swaps and forward swaps on interest rates

CHF	UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 05-24.06.15			
CHF	UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-24.06.15	-1 395 000.00	200 269.08	0.05
JPY	UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-24.06.35			
JPY	UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-24.06.35	-49 800 000.00	17 699.56	0.00

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY UBS LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-65 000 000.00	32 964.03	0.01
JPY UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-70 000 000.00	24 878.90	0.01
CHF UBS LDN/INTEREST RATE SWAP PAYER 2.31000% 05-28.06.15			
CHF UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.15	-1 200 000.00	53 526.82	0.01
JPY UBS LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-50 000 000.00	17 770.64	0.00
CHF UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 05-28.06.15			
CHF UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.15	-250 000.00	11 151.42	0.00
JPY UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-150 000 000.00	53 311.93	0.01
JPY UBS/INTEREST RATE SWAP PAYER 2.24500% 06-28.06.35			
JPY UBS/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.35	-280 000 000.00	99 515.60	0.02
JPY UBS/INTEREST RATE SWAP PAYER 2.24500% 06-28.06.35			
JPY UBS/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.35	-430 000 000.00	152 827.53	0.04
GBP UBS LDN/INTEREST RATE SWAP PAYER 4.40250% 06-29.09.36			
GBP UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 06-29.09.36	-4 700 000.00	654 320.29	0.16
CHF UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 07-28.06.15		0.00	0.00
CHF UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 07-28.06.15	-6 700 000.00		
Total Swaps and forward swaps on interest rates		1 318 235.80	0.31
Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market		1 318 235.80	0.31
Total Derivative instruments		-4 254 825.29	-0.98
Forward Foreign Exchange contracts			
Forward Foreign Exchange contracts (Purchase/Sale)			
EUR 6 368 233.75	BRL 17 000 000.00	18.10.2007	-116 618.58 -0.03
TWD 668 000 000.00	EUR 15 238 964.30	18.10.2007	-830 456.43 -0.19
EUR 16 975 024.98	KRW 21 240 000 000.00	18.10.2007	657 627.31 0.15
EUR 70 167 135.04	GBP 47 440 000.00	18.10.2007	2 252 973.04 0.52
CHF 47 210 000.00	EUR 28 718 291.87	18.10.2007	-278 269.05 -0.06
EUR 10 789 646.93	CAD 15 570 000.00	18.10.2007	-224 464.02 -0.05
EUR 246 712 147.68	USD 332 790 016.00	18.10.2007	12 788 612.13 2.98
SEK 178 130 000.00	EUR 19 270 422.02	18.10.2007	94 977.50 0.02
EUR 15 904 757.48	AUD 25 650 000.00	18.10.2007	-40 646.34 -0.01
SGD 9 360 000.00	EUR 4 552 861.35	18.10.2007	-115 046.75 -0.03
JPY 3 025 039 872.00	EUR 18 589 604.54	18.10.2007	-66 031.37 -0.02
JPY 867 000 000.00	NZD 9 301 577.08	18.10.2007	374 323.89 0.09
EUR 1 893 893.85	JPY 315 000 000.00	18.10.2007	-34 904.11 -0.01
EUR 1 575 891.29	CHF 2 600 000.00	18.10.2007	9 622.30 0.00
USD 8 500 000.00	EUR 6 151 307.70	18.10.2007	-176 797.32 -0.04
USD 13 500 000.00	CAD 14 044 995.00	18.10.2007	-446 473.03 -0.10
GBP 2 260 000.00	EUR 3 359 845.39	18.10.2007	-124 442.47 -0.03
EUR 1 544 651.79	SEK 14 279 240.00	18.10.2007	-7 715.32 0.00
USD 8 460 000.00	EUR 6 148 166.45	18.10.2007	-201 723.56 -0.05
NZD 9 380 000.00	JPY 833 656 880.00	18.10.2007	-129 008.46 -0.03
GBP 1 910 000.00	EUR 2 815 697.14	18.10.2007	-81 396.37 -0.02
CAD 2 510 000.00	EUR 1 726 533.59	18.10.2007	48 999.34 0.01
EUR 5 540 804.87	USD 7 450 000.00	18.10.2007	304 045.25 0.07
USD 13 200 000.00	EUR 9 648 135.42	18.10.2007	-369 895.11 -0.09
USD 7 860 000.00	EUR 5 776 905.61	18.10.2007	-252 076.12 -0.06
GBP 2 160 000.00	EUR 3 190 876.46	18.10.2007	-98 670.61 -0.02
AUD 3 400 000.00	EUR 2 046 035.81	18.10.2007	67 469.63 0.02
USD 6 910 000.00	EUR 5 004 816.50	18.10.2007	-147 883.28 -0.03
BRL 6 130 000.00	EUR 2 275 426.87	18.10.2007	62 895.86 0.01
KRW 3 440 000 000.00	EUR 2 670 600.11	18.10.2007	-28 003.59 -0.01
EUR 11 169 646.20	USD 15 520 000.00	18.10.2007	261 007.97 0.06
EUR 3 563 072.83	USD 4 980 000.00	18.10.2007	62 788.43 0.01
GBP 1 880 000.00	EUR 2 688 787.19	18.10.2007	2 413.11 0.00
JPY 754 160 000.00	EUR 4 676 439.22	18.10.2007	-58 327.12 -0.01
KRW 12 371 110 000.00	EUR 9 646 841.86	18.10.2007	-143 317.29 -0.03
MYR 21 650 000.00	EUR 4 492 167.24	18.10.2007	-23 162.88 -0.01
USD 14 170 000.00	EUR 10 039 748.05	18.10.2007	-80 286.23 -0.02
MXN 18 060 000.00	EUR 1 168 117.76	18.10.2007	-9 240.73 0.00
EUR 1 082 994.43	BRL 2 876 000.00	15.2.2008	10 289.19 0.00
EUR 2 692 809.00	USD 3 820 000.00	18.10.2007	7 926.64 0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)			12 921 115.45 2.99
Cash at banks, deposits on demand and deposit accounts and other liquid assets			29 289 874.78 6.77
Bank overdraft and other short-term liabilities			-9 538 827.74 -2.21
Other assets and liabilities			-5 267 314.26 -1.22
Total net assets			432 506 665.63 100.00

UBS (Lux) Key Selection Sicav

– Absolute Return Medium (USD)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in USD		241 191 322.24	276 819 103.95	70 289 952.94
Class (USD) B	LU0218832128			
Shares outstanding		2 251 109.0190	2 572 723.7800	686 426.0500
Net asset value per share in USD		107.14	107.60	102.40

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	75.13	Investment funds & pension foundations	94.72
Switzerland	19.59	Total	94.72
Total	94.72		

Report of the Portfolio Manager

During the year under review (1 October 2006 to 30 September 2007) the equity markets delivered a strong overall performance and recovered rapidly from a fall in prices and increased volatility in February and July. There was also a rollercoaster ride on the bond markets until the outbreak of the credit crisis in August which exerted pressure on interest rates that had been rising up until then.

The subfund invests in the major markets and asset classes with a variety of different weightings. In the year under review the overweights in the US and the UK made a positive contribution to performance. The underweight in Japan produced a negative performance contribution. The currency strategy and the investment in the UBS Absolute Return Bond subfund were negatively impacted by the carry trades and the credit crisis respectively. No benchmark exists for this subfund.

Statement of Net Assets

	USD
Assets	30.9.2007
Investments in securities, cost	205 509 245.76
Investments in securities, unrealized appreciation (depreciation)	22 946 891.23
Total investments in securities (Note 1)	228 456 136.99
Cash at banks, deposits on demand and deposit accounts	18 514 621.13
Other liquid assets (Margins)	9 251 200.99
Receivable on securities sales (Note 1)	1 479 708.00
Interest receivable on liquid assets	26 612.19
Unrealized gain (loss) on financial futures (Note 1)	-3 050 819.76
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	-5 916 574.38
Unrealized gain (loss) on swaps (Note 1)	677 662.30
Total Assets	249 438 547.46
Liabilities	
Bank overdraft	-4 603 376.28
Other short-term liabilities (Margins)	-188 777.86
Interest payable on bank overdraft	-14 422.06
Payable on redemptions	-2 229 616.70
Provisions for all-in fee (Note 2)	-1 202 591.25
Provisions for tax d'abonnement (Note 3)	-8 441.07
Total provisions	-1 211 032.32
Total Liabilities	-8 247 225.22
Net assets at the end of the financial year	241 191 322.24

Statement of Operations

	USD
Income	1.10.2006–30.9.2007
Interest on liquid assets	924 919.52
Dividends	2 919 059.40
Interest received on swaps (Note 1)	426 282.12
Retrocessions (Note 2)	37 903.75
Total income	4 308 164.79
Expenses	
Interest paid on swaps (Note 1)	-521 687.88
All-in fee (Note 2)	-4 141 451.40
Taxe d'abonnement (Note 3)	-35 320.99
Interest on liquid assets and bank overdraft	-248 323.53
Total expenses	-4 946 783.80
Net income on investments	-638 619.01
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	17 100 810.45
Realized gain (loss) on options	-584 564.44
Realized gain (loss) on financial futures	-9 750 706.81
Realized gain (loss) on forward foreign exchange contracts	-11 424 514.50
Realized gain (loss) on swaps	633 570.06
Total realized gain (loss) on investments	-4 025 405.24
Realized gain (loss) on foreign exchange	968 244.38
Total realized gain (loss)	-3 057 160.86
Net realized gain (loss) of the financial year	-3 695 779.87
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	10 163 750.42
Unrealized appreciation (depreciation) on financial futures	-2 523 679.62
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-4 592 720.59
Unrealized appreciation (depreciation) on swaps	233 384.19
Total changes in unrealized appreciation (depreciation)	3 280 734.40
Net increase (decrease) in net assets as a result of operations	-415 045.47

Statement of Changes in Net Assets

	USD
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	276 819 103.95
Subscriptions	88 845 785.01
Redemptions	-124 058 521.25
Total net subscriptions (redemptions)	-35 212 736.24
Net income on investments	-638 619.01
Total realized gain (loss)	-3 057 160.86
Total changes in unrealized appreciation (depreciation)	3 280 734.40
Net increase (decrease) in net assets as a result of operations	-415 045.47
Net assets at the end of the financial year	241 191 322.24

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(USD) B
Number of shares outstanding at the beginning of the financial year	2 572 723.7800
Number of shares issued	810 607.4860
Number of shares redeemed	-1 132 222.2470
Number of shares outstanding at the end of the financial year	2 251 109.0190

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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UCITS in accordance with Article 41 (1) e)

Investment certificates, open end

Luxembourg

USD	UBS (LUX) BOND FUND FCP – ABSOLUTE RETURN BOND (USD) B	2 260 888.00	23 716 715.12	9.83
USD	UBS (LUX) EQUITY SICAV – USA GROWTH FB	648.00	7 742 725.20	3.21
EUR	UBS (LUX) IF-ABSOLUTE RETURN BOND EUR FA	3 342.93	47 063 407.21	19.52
USD	UBS (LUX) IF-EMERGING MARKETS EQUITY FA	459.14	9 342 871.23	3.87
EUR	UBS (LUX) IF-GLOBAL CONVERTIBLE BONDS FA	369.00	5 999 665.49	2.49
EUR	UBS (LUX) IF-KEY SEL. EUROPEAN EQUITY FA-EUR	745.19	13 970 486.24	5.79
USD	UBS (LUX) IF-KEY SEL. GLOBAL EQUITY FA-USD	540.19	7 066 894.64	2.93
USD	UBS (LUX) IF-KEY SEL. US EQUITY FA-USD	1 811.47	23 018 338.47	9.54
USD	UBS (LUX) IF-USD HIGH YIELD FA-USD	512.00	5 889 576.96	2.44
EUR	UBS (LUX) INSTITUTIONAL FUND – GLOBAL AGGREGATE FA	876.00	12 485 391.85	5.18
GBP	UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	472.00	10 557 053.85	4.38
USD	UBS (LUX) INSTITUTIONAL SICAV? US 130/30 FA	1 459.00	14 358 033.59	5.95
Total Luxembourg			181 211 159.85	75.13

Switzerland

USD	UBS (CH) INST FUND – ABSOLUTE RETURN BOND (USD) X	47 798.00	47 244 977.14	19.59
Total Switzerland			47 244 977.14	19.59

Total Investment certificates, open end

228 456 136.99 **94.72**

Total UCITS in accordance with Article 41 (1) e)

228 456 136.99 **94.72**

Total investments in securities

228 456 136.99 **94.72**

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on bonds

JPY	JAPANESE GOVERNMENT 10Y BOND MINI FUTURE 10.12.07	-94.00	20 432.12	0.01
GBP	LONG GILT FUTURE 27.12.07	-22.00	15 687.60	0.00
USD	US 10YR TREASURY NOTE FUTURE 19.12.07	-174.00	-2 718.75	0.00
CAD	CANADA 10YR BOND FUTURE 18.12.07	8.00	3 381.30	0.00
AUD	AUSTRALIA 10 Y BOND FUTURE 17.12.07	52.00	-107 757.57	-0.04
EUR	EURO-BUND FUTURE 06.12.07	-4.00	4 095.79	0.00
Total Financial Futures on bonds			-66 879.51	-0.03

Financial Futures on Indices

EUR	S&P/MIB INDEX FUTURE 21.12.07	-7.00	-52 413.34	-0.02
GBP	FTSE 100 INDEX FUTURE 21.12.07	12.00	-4 888.95	0.00
AUD	SPI 200 INDEX FUTURE 20.12.07	-44.00	-314 422.74	-0.13
BRL	BRAZIL BOVESPA INDEX FUTURE 17.10.07	-140.00	-542 782.61	-0.22
SEK	OMX 30 INDEX FUTURE 26.10.07	-98.00	-51 052.32	-0.02
EUR	DJ EURO STOXX 50 INDEX FUTURE 21.12.07	-88.00	-239 034.97	-0.10
USD	S&P500 EMINI FUTURE 21.12.07	-305.00	-594 110.00	-0.25
CHF	SWISS MARKET INDEX FUTURE 20.12.07	-9.00	-18 181.82	-0.01
EUR	DAX INDEX FUTURE 21.12.07	-30.00	-41 179.12	-0.17
HKD	H-SHARES INDEX FUTURE 30.10.07	-26.00	-122 324.99	-0.05
HKD	HANG SENG INDEX FUTURE 30.10.07	-9.00	-30 702.46	-0.01
KRW	KOREA KOSPI 200 INDEX FUTURE 13.12.07	20.00	150 652.89	0.06
CAD	S&P/TSX 60 INDEX FUTURE 20.12.07	-43.00	-142 886.18	-0.06
JPY	NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-60.00	-218 044.81	-0.09
EUR	AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	13.00	61 934.63	0.03
ZAR	FTSE/JSE TOP 40 INDEX FUTURE 20.12.07	-101.00	-201 336.89	-0.08
EUR	CAC 40 INDEX FUTURE 19.10.07	-40.00	-151 316.76	-0.06
EUR	BEL20 INDEX FUTURE 19.10.07	42.00	53 279.43	0.02
EUR	IBEX 35 INDEX FUTURE 19.10.07	-8.00	-87 547.55	-0.04
USD	MSCI TAIWAN INDEX FUTURE 30.10.07	-37.00	-38 480.00	-0.02
SGD	MSCI SINGAPORE INDEX FUTURE 30.10.07	-20.00	-29 101.69	-0.01
Total Financial Futures on Indices			-2 983 940.25	-1.23

Total Derivative instruments listed on an official stock exchange

-3 050 819.76 **-1.26**

Derivative instruments not listed on an official stock exchange and not traded on another regulated market

Swaps and forward swaps on interest rates

JPY	UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-24.06.35			
JPY	UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-24.06.35	-46 400 000.00	23 452.90	0.01
CHF	UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 05-24.06.15			
CHF	UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-24.06.15	-680 000.00	43 136.46	0.02

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY UBS LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-40 000 000.00	28 849.11	0.01
JPY UBS LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-50 000 000.00	25 272.52	0.01
JPY UBS AG LDN/INTEREST RATE SWAP PAYER 2.24500% 05-28.06.35			
JPY UBS AG LDN/INTEREST RATE SWAP REC 6M LIBOR 05-28.06.35	-100 000 000.00	50 545.04	0.02
JPY UBS/INTEREST RATE SWAP PAYER 2.24500% 06-28.06.35			
JPY UBS/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.35	-100 000 000.00	50 545.04	0.02
JPY UBS/INTEREST RATE SWAP PAYER 2.24500% 06-28.06.35			
JPY UBS/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.35	-120 000 000.00	60 654.05	0.03
GBP UBS LDN/INTEREST RATE SWAP PAYER 4.40250% 06-29.09.36			
GBP UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 06-29.09.36	-1 900 000.00	376 176.39	0.15
CHF UBS LDN/INTEREST RATE SWAP PAYER 2.31000% 06-28.06.15			
CHF UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 06-28.06.15	-300 000.00	19 030.79	0.01
CHF UBS AG LDN/INTEREST RATE SWAP PAYER 2.31000% 07-28.06.15			
CHF UBS LDN/INTEREST RATE SWAP REC 6M LIBOR 07-28.06.15	-3 000 000.00	0.00	0.00
Total Swaps and forward swaps on interest rates		677 662.30	0.28
Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market		677 662.30	0.28
Total Derivative instruments		-2 373 157.46	-0.98

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

USD 4 032 258.06	BRL	8 000 000.00	18.10.2007	-309 091.85	-0.13
TWD 291 500 000.00	USD	8 974 201.10	18.10.2007	-29 242.05	-0.01
USD 10 105 923.04	KRW	9 350 000 000.00	18.10.2007	-112 994.07	-0.05
USD 8 806 502.25	AUD	10 530 000.00	18.10.2007	-505 961.77	-0.21
SGD 3 840 000.00	USD	2 519 519.72	18.10.2007	70 581.77	0.03
JPY 1 241 529 984.00	USD	10 288 425.15	18.10.2007	526 901.76	0.22
USD 116 816 404.25	EUR	86 590 000.00	18.10.2007	-6 368 192.98	-2.60
CHF 19 310 000.00	USD	15 844 102.56	18.10.2007	704 758.81	0.29
USD 38 956 979.25	GBP	19 530 000.00	18.10.2007	-818 095.88	-0.34
USD 5 963 313.47	CAD	6 380 000.00	18.10.2007	-457 160.27	-0.19
SEK 72 950 000.00	USD	10 642 759.97	18.10.2007	639 661.13	0.27
JPY 360 000 000.00	NZD	3 862 246.54	18.10.2007	221 042.79	0.09
EUR 3 100 000.00	USD	4 284 851.00	18.10.2007	125 505.07	0.05
USD 1 246 302.64	JPY	150 000 000.00	18.10.2007	-60 398.29	-0.03
USD 837 570.04	CHF	1 000 000.00	18.10.2007	-19 479.14	-0.01
USD 5 400 000.00	CAD	5 617 998.00	18.10.2007	-253 980.64	-0.11
GBP 1 590 000.00	USD	3 252 376.80	18.10.2007	-13 974.27	-0.01
USD 957 830.49	SEK	6 435 960.00	18.10.2007	-37 596.28	-0.02
EUR 2 750 000.00	USD	3 784 000.00	18.10.2007	128 373.33	0.05
NZD 3 860 000.00	JPY	343 061 360.00	18.10.2007	-75 500.19	-0.03
USD 724 097.60	ZAR	5 460 000.00	18.10.2007	-65 689.93	-0.03
CAD 920 000.00	USD	850 693.96	18.10.2007	75 121.14	0.03
EUR 3 180 000.00	USD	4 276 050.60	18.10.2007	247 846.21	0.10
GBP 870 000.00	USD	1 724 113.80	18.10.2007	47 714.53	0.02
AUD 800 000.00	USD	634 432.00	18.10.2007	72 987.91	0.03
EUR 1 080 000.00	USD	1 469 329.20	18.10.2007	67 127.94	0.03
BRL 3 360 000.00	USD	1 719 989.76	18.10.2007	103 438.09	0.04
KRW 2 200 000 000.00	USD	2 348 921.63	18.10.2007	55 462.81	0.02
JPY 343 969 984.00	EUR	2 132 909.10	18.10.2007	-37 833.20	-0.02
KRW 4 724 260 000.00	USD	5 112 558.84	18.10.2007	50 752.19	0.02
MYR 8 760 000.00	USD	2 525 223.41	18.10.2007	47 391.73	0.02
EUR 4 190 000.00	USD	5 914 185.00	18.10.2007	47 191.79	0.02
GBP 1 160 000.00	USD	2 347 341.20	18.10.2007	15 208.31	0.01
MXN 7 440 000.00	USD	681 045.39	18.10.2007	-1 796.02	0.00
USD 696 469 58	BRL	1 304 000.00	15.2.2008	3 345.14	0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)				-5 916 574.38	-2.45

Cash at banks, deposits on demand and deposit accounts and other liquid assets	27 765 822.12	11.51
Bank overdraft and other short-term liabilities	-4 792 154.14	-1.99
Other assets and liabilities	-1 948 750.89	-0.81
Total net assets	241 191 322.24	100.00

UBS (Lux) Key Selection Sicav

– Absolute Return Plus (CHF)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in CHF		829 599 344.90	750 891 871.12	138 830 225.95
Class (CHF) B	LU0218834090			
Shares outstanding		7 849 481.8920	7 117 949.5840	1 352 388.8140
Net asset value per share in CHF		105.69	105.49	102.66

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	78.58	Investment funds & pension foundations	78.54
United States	5.84	Banks & credit institutions	1.67
United Kingdom	1.11	Pharmaceuticals, cosmetics & medical products	0.97
Japan	1.01	Telecommunications	0.93
France	0.57	Petroleum	0.88
Switzerland	0.36	Insurance	0.72
Germany	0.28	Electronics & semiconductors	0.70
Netherlands	0.24	Internet, software & IT services	0.65
Canada	0.22	Finance & holding companies	0.55
Australia	0.20	Vehicles	0.39
Ireland	0.15	Traffic & transportation	0.37
Italy	0.12	Tobacco & alcohol	0.36
Sweden	0.10	Energy & water supply	0.35
Spain	0.10	Mechanical engineering & industrial equipment	0.32
Austria	0.07	Graphic design, publishing & media	0.19
Norway	0.06	Retail trade, department stores	0.17
Hong Kong	0.06	Lodging, catering & leisure	0.14
Cayman Islands	0.05	Miscellaneous trading companies	0.13
Finland	0.04	Building industry & materials	0.13
Total	89.16	Biotechnology	0.12
		Mining, coal & steel	0.11
		Non-ferrous metals	0.10
		Textiles, garments & leather goods	0.09
		Forestry, paper & pulp products	0.09
		Computer hardware & network equipment providers	0.09
		Chemicals	0.08
		Miscellaneous unclassified companies	0.08
		Aerospace industry	0.06
		Miscellaneous consumer goods	0.05
		Healthcare & social services	0.05
		Various capital goods	0.03
		Food & soft drinks	0.03
		Electrical devices & components	0.02
		Total	89.16

Report of the Portfolio Manager

During the year under review (1 October 2006 to 30 September 2007) the equity markets delivered a strong overall performance and recovered rapidly from a fall in prices and increased volatility in February and July. There was also a rollercoaster ride on the bond markets until the outbreak of the credit crisis in August which caused interest rates to fall back after their previous rise.

The subfund invests in the major markets and asset classes with a variety of different weightings. In the year under review the overweights in the US and the UK made a positive contribution to performance. The underweight in Japan produced a negative performance contribution. The currency strategy was negatively impacted by the carry trades. No benchmark exists for this subfund.

Statement of Net Assets

	CHF
	30.9.2007
Assets	
Investments in securities, cost	658 487 155.79
Investments in securities, unrealized appreciation (depreciation)	81 163 733.54
Total investments in securities (Note 1)	739 650 889.33
Cash at banks, deposits on demand and deposit accounts	77 219 222.91
Other liquid assets (Margins)	58 362 261.25
Receivable on securities sales (Note 1)	6 967 764.14
Receivable on subscriptions	268 195.12
Interest receivable on liquid assets	102 575.52
Receivable on dividends	139 179.90
Other receivables	34 890.14
Unrealized gain (loss) on financial futures (Note 1)	-22 895 371.00
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	17 573 843.49
Total Assets	877 423 450.80
Liabilities	
Bank overdraft	-35 642 369.30
Other short-term liabilities (Margins)	-910 583.27
Interest payable on bank overdraft	-126 948.27
Payable on securities purchases (Note 1)	-6 976 642.27
Payable on redemptions	-749 214.97
Provisions for all-in fee (Note 2)	-3 396 043.99
Provisions for taxe d'abonnement (Note 3)	-22 303.83
Total provisions	-3 418 347.82
Total Liabilities	-47 824 105.90
Net assets at the end of the financial year	829 599 344.90

Statement of Operations

	CHF
	1.10.2006–30.9.2007
Income	
Interest on liquid assets	2 766 128.51
Dividends	3 292 502.85
Interest received on swaps (Note 1)	1 518 973.50
Income on securities lending (Note 4)	114 336.37
Retrocessions (Note 2)	37 024.40
Total income	7 728 965.63
Expenses	
Interest paid on swaps (Note 1)	-2 224 444.80
All-in fee (Note 2)	-14 512 658.19
Taxe d'abonnement (Note 3)	-128 289.26
Interest on liquid assets and bank overdraft	-1 509 063.56
Total expenses	-18 374 455.81
Net income on investments	-10 645 490.18
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	44 617 755.00
Realized gain (loss) on options	-1 283 556.76
Realized gain (loss) on financial futures	-49 108 105.47
Realized gain (loss) on forward foreign exchange contracts	-44 694 820.15
Realized gain (loss) on swaps	7 184 428.66
Total realized gain (loss) on investments	-43 284 298.72
Realized gain (loss) on foreign exchange	618 844.41
Total realized gain (loss)	-42 665 454.31
Net realized gain (loss) of the financial year	-53 310 944.49
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	44 368 707.61
Unrealized appreciation (depreciation) on financial futures	-19 732 741.09
Unrealized appreciation (depreciation) on forward foreign exchange contracts	31 449 142.24
Unrealized appreciation (depreciation) on swaps	-2 479 131.79
Total changes in unrealized appreciation (depreciation)	53 605 976.97
Net increase (decrease) in net assets as a result of operations	295 032.48

Statement of Changes in Net Assets

	CHF
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	750 891 871.12
Subscriptions	223 174 916.50
Redemptions	-144 762 475.20
	<hr/>
Total net subscriptions (redemptions)	78 412 441.30
Net income on investments	-10 645 490.18
Total realized gain (loss)	-42 665 454.31
Total changes in unrealized appreciation (depreciation)	53 605 976.97
	<hr/>
Net increase (decrease) in net assets as a result of operations	295 032.48
Net assets at the end of the financial year	829 599 344.90

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(CHF) B
Number of shares outstanding at the beginning of the financial year	7 117 949.5840
Number of shares issued	2 086 543.6980
Number of shares redeemed	-1 355 011.3900
Number of shares outstanding at the end of the financial year	7 849 481.8920

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Australia				
AUD	NATL AUSTRALIA BK NPV	13 082.00	537 044.12	0.06
AUD	QBE INS GROUP NPV	31 028.00	1 084 192.55	0.14
Total Australia			1 621 236.67	0.20
Austria				
EUR	TELEKOM AUSTRIA(TA NPV(BR)	18 645.00	568 409.15	0.07
Total Austria			568 409.15	0.07
Canada				
CAD	CANADIAN PAC RY LTD COM	11 600.00	954 592.33	0.11
CAD	JEAN COUTU GROUP PJC INC CL A SUB VGT	17 800.00	277 266.75	0.03
CAD	MAGNA INTL INC CL A	2 100.00	236 878.80	0.03
CAD	SUNCOR ENERGY INC COM	3 500.00	388 667.21	0.05
Total Canada			1 857 405.09	0.22
Cayman Islands				
USD	GLOBALSANTAFE CORP COM USD0.01	4 300.00	381 868.23	0.05
Total Cayman Islands			381 868.23	0.05
Finland				
EUR	STORA ENSO OYJ NPV SER'R'	15 175.00	344 383.24	0.04
Total Finland			344 383.24	0.04
France				
EUR	AXA EUR2.29	25 813.00	1 345 717.90	0.16
EUR	FRANCE TELECOM EUR4	30 908.00	1 206 192.23	0.15
EUR	TECHNIP NPV	1 442.00	150 208.81	0.02
EUR	TOTAL EUR2.5 (POST SUBDIVISION)	21 816.00	2 066 640.55	0.24
Total France			4 768 759.49	0.57
Germany				
EUR	RHOEN-KLINIKUM AG ORD NPV	3 574.00	133 301.03	0.02
Total Germany			133 301.03	0.02
Hong Kong				
HKD	ESPRIT HOLDINGS HKD0.1	25 200.00	467 992.77	0.06
Total Hong Kong			467 992.77	0.06
Ireland				
EUR	BK OF IRELAND ORD STK EUR0.64	42 521.00	918 352.54	0.11
GBP	EXPERIAN GROUP ORD USD0.10	24 650.00	303 312.50	0.04
Total Ireland			1 221 665.04	0.15
Italy				
EUR	INTESA SANPAOLO	93 115.00	837 530.26	0.10
EUR	SNAM RETE GAS EUR1	18 459.00	133 799.97	0.02
Total Italy			971 330.23	0.12
Japan				
JPY	ADVANTEST CORP NPV	3 900.00	141 811.14	0.02
JPY	AIFUL CORP NPV	6 350.00	116 093.78	0.01
JPY	CANON INC NPV	6 800.00	433 051.13	0.05
JPY	FUNAI ELECTRIC CO NPV	700.00	35 549.28	0.00
JPY	HONDA MOTOR CO NPV	11 400.00	446 945.81	0.05
JPY	HOYA CORP NPV	4 600.00	183 149.87	0.02
JPY	JAPAN TOBACCO INC NPV	85.00	544 767.27	0.07
JPY	JFE HOLDINGS INC NPV	4 800.00	396 851.81	0.05
JPY	KEYENCE CORP NPV	1 200.00	310 802.24	0.04
JPY	KOMATSU NPV	8 600.00	337 169.65	0.04
JPY	MITSUBI SUMITOMO IN NPV	19 000.00	260 332.43	0.03
JPY	NIPPON STEEL CORP NPV	31 000.00	260 393.37	0.03
JPY	NISSAN MOTOR CO NPV	33 700.00	393 974.35	0.05
JPY	NITTO DENKO CORP NPV	4 300.00	233 223.57	0.03
JPY	NOMURA HOLDINGS NPV	24 000.00	469 494.21	0.06
JPY	NTN CORP NPV	30 000.00	312 325.78	0.04
JPY	NTT DOCOMO NPV	526.00	876 177.93	0.11
JPY	RICOH CO NPV	18 000.00	444 264.38	0.05
JPY	SHIN-ETSU CHEMICAL NPV	1 500.00	120 969.11	0.01
JPY	SOMPO JAPAN INS NPV	24 000.00	321 284.20	0.04
JPY	SONY CORP NPV	3 200.00	181 037.23	0.02
JPY	SUMITOMO ELECTRIC NPV	6 900.00	128 251.63	0.02
JPY	SUMITOMO METAL IND NPV	54 000.00	367 477.95	0.04
JPY	SUMITOMO MITSUBI FG NPV	30.00	272 713.73	0.03
JPY	TAKEFUJI CORP NPV	4 390.00	101 662.80	0.01

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY TOYOTA MOTOR CORP NPV	8 100.00	557 798.61	0.07
JPY WEST JAPAN RAILWAY NPV	28.00	155 848.03	0.02
Total Japan		8 403 421.29	1.01
Luxembourg			
EUR ARCELORMITTAL EURO.01	2 046.00	182 873.39	0.02
Total Luxembourg		182 873.39	0.02
Netherlands			
EUR AEGON NV	30 624.00	683 282.88	0.08
EUR ASML HOLDING NV EURO.02	11 491.00	443 857.32	0.05
EUR REED ELSEVIER NV EURO.06	20 663.00	457 256.84	0.06
Total Netherlands		1 584 397.04	0.19
Norway			
NOK STATOILHYDRO ASA NOK2.50	12 050.00	477 036.99	0.06
Total Norway		477 036.99	0.06
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	97 000.00	451 926.84	0.05
SEK SVENSKA CELLULOSA SER'B' NPV	18 700.00	406 072.32	0.05
Total Sweden		857 999.16	0.10
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	12 377.00	235 808.58	0.03
GBP BARCLAYS ORD GBP0.25	79 721.00	1 129 893.09	0.14
GBP BP ORD USD0.25	151 583.00	2 047 383.56	0.25
GBP BRITISH SKY BROADC ORD GBP0.50	26 711.00	441 832.64	0.05
GBP HOME RETAIL GROUP ORD GBP0.10	12 056.00	106 955.65	0.01
GBP HSBC HLDGS ORD USD0.50(UK REG)	18 350.00	395 027.64	0.05
GBP KINGFISHER ORD GBP0.157142857	40 580.00	172 688.10	0.02
GBP PRUDENTIAL ORD GBP0.05	41 788.00	747 417.77	0.09
GBP RENTOKIL INITIAL ORD GBP0.01	58 491.00	232 342.27	0.03
GBP RIO TINTO ORD GBP0.10	8 177.00	822 833.23	0.10
GBP ROYAL BK SCOT GRP ORD GBP0.25	57 093.00	713 386.71	0.09
GBP TULLOW OIL ORD GBP0.10	43 364.00	615 118.01	0.07
GBP VODAFONE GROUP ORD USD0.11428571	363 833.00	1 528 374.02	0.18
Total United Kingdom		9 189 061.27	1.11
United States			
USD ALLERGAN INC COM	16 800.00	1 265 272.75	0.15
USD AMAZON COM INC COM	9 200.00	1 001 124.04	0.12
USD AMERICAN ELEC PWR INC COM	7 600.00	409 112.99	0.05
USD ANALOG DEVICES INC COM	17 500.00	739 236.96	0.09
USD ANHEUSER BUSCH COS INC COM	28 800.00	1 681 871.56	0.20
USD AT&T INC COM	11 300.00	558 519.92	0.07
USD BEA SYS INC COM	18 800.00	304 615.16	0.04
USD BK OF NY MELLON CP COM STK USD0.01	21 300.00	1 098 320.61	0.13
USD BRISTOL MYERS SQUIBB CO COM	5 900.00	198 638.39	0.02
USD BURLINGTON NORTHN SANTA FE CP COM	12 500.00	1 185 284.93	0.14
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	19 900.00	1 125 860.93	0.14
USD CEPHALON INC COM	4 100.00	349 929.64	0.04
USD CHICOS FAS INC COM	9 300.00	152 642.85	0.02
USD CITIGROUP INC COM	41 700.00	2 273 479.58	0.27
USD COACH INC COM	5 400.00	298 192.40	0.04
USD CONSTELLATION BRANDS INC CL A	9 900.00	279 993.01	0.03
USD COSTCO WHSL CORP NEW COM	11 100.00	795 786.02	0.10
USD DELL INC COM	22 300.00	719 003.74	0.09
USD DISCOVER FINL SVCS COM STK USD0.01	8 500.00	206 537.76	0.02
USD EBAY INC COM	6 400.00	291 732.25	0.04
USD ENSCO INTL INC COM	3 800.00	249 036.88	0.03
USD EOG RES INC COM	4 100.00	346 433.21	0.04
USD EXELON CORP COM	11 200.00	985 998.18	0.12
USD FEDEX CORP COM	6 600.00	807 635.07	0.10
USD FIFTH THIRD BANCORP COM	21 700.00	858 855.97	0.10
USD FORTUNE BRANDS INC COM	5 300.00	504 542.08	0.06
USD FREDDIE MAC MITG CORP COM	6 200.00	427 399.99	0.05
USD GENERAL ELECTRIC CO COM	38 700.00	1 871 666.68	0.23
USD GENZYME CORP COM USD0.01	9 200.00	665 911.38	0.08
USD HALLIBURTON CO COM	12 100.00	542 792.45	0.07
USD HARTFORD FINL SVCS GROUP INC COM	3 600.00	389 220.88	0.05
USD ILLINOIS TOOL WKS INC COM	24 000.00	1 672 114.75	0.20
USD INTEL CORP COM	49 500.00	1 495 377.77	0.18
USD INTUIT COM	7 800.00	276 092.39	0.03
USD JOHNSON & JOHNSON COM	5 600.00	429 804.14	0.05
USD JOHNSON CTLS INC COM	6 900.00	952 035.10	0.11
USD JP MORGAN CHASE & CO COM	9 000.00	481 742.32	0.06
USD LAUDER ESTEE COS INC CL A	2 500.00	124 004.43	0.01
USD LINEAR TECHNOLOGY CORP COM	8 600.00	351 527.73	0.04
USD MASCO CORP COM	26 400.00	714 573.92	0.09
USD MCAFEE INC COM	6 800.00	276 998.91	0.03
USD MCGRAW HILL COS INC COM	6 800.00	404 416.82	0.05
USD MEDCO HEALTH SOLUTIONS INC COM	5 300.00	559 646.07	0.07
USD MEDTRONIC INC COM	5 500.00	362 439.89	0.04
USD MERCK & CO INC COM	20 300.00	1 225 800.44	0.15
USD MICROSOFT CORP COM	47 700.00	1 641 603.70	0.20

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD MORGAN STANLEY COM NEW	17 000.00	1 251 142.20	0.15
USD NATIONAL SEMICONDUCTOR CORP COM	9 800.00	310 479.52	0.04
USD NEWS CORP CL A	13 600.00	349 366.56	0.04
USD NISOURCE INC COM	16 500.00	368 929.24	0.04
USD NORTHEAST UTILS COM	7 700.00	256 991.15	0.03
USD NORTHROP GRUMMAN CORP COM	5 400.00	492 045.84	0.06
USD OMNICOM GROUP INC COM	8 000.00	449 429.90	0.05
USD PACCAR INC COM	3 700.00	368 479.49	0.04
USD PEABODY ENERGY CORP COM	2 500.00	139 804.34	0.02
USD PEPCO HOLDINGS INC COM	10 500.00	332 165.99	0.04
USD PNC FINL SVCS GROUP INC COM	8 900.00	708 034.34	0.09
USD PROCTER & GAMBLE CO COM	5 000.00	410 855.94	0.05
USD R H DONNELLEY CORP COM NEW	4 000.00	261 770.26	0.03
USD RED HAT INC COM	11 600.00	269 260.75	0.03
USD SEMPRERA ENERGY COM	11 000.00	746 853.62	0.09
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	58 800.00	1 305 113.04	0.16
USD SYMANTEC CORP COM	36 000.00	815 029.78	0.10
USD SYSCO CORP COM	25 500.00	1 060 194.07	0.13
USD UNITEDHEALTH GROUP INC COM	4 300.00	243 276.48	0.03
USD VIACOM INC NEW CL B	9 000.00	409 722.79	0.05
USD WELLS FARGO & CO NEW COM	44 800.00	1 864 185.52	0.22
USD WYETH COM	22 400.00	1 165 770.14	0.14
USD XLINX INC COM	24 900.00	760 365.03	0.09
USD YAHOO INC COM	18 200.00	570 651.68	0.07
Total United States		48 462 744.31	5.83
Total Bearer shares		81 493 884.39	9.82
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	7 162.00	370 404.32	0.04
Total Netherlands		370 404.32	0.04
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	8 011.00	1 691 122.10	0.21
Total Switzerland		1 691 122.10	0.21
Total Other shares		2 061 526.42	0.25
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	4 047.00	1 101 646.50	0.13
EUR DAIMLER AG ORD NPV(REGD)	5 328.00	625 284.29	0.08
EUR SIEMENS AG NPV(REGD)	1 653.00	264 790.62	0.03
EUR UNITED INTERNET AG NPV(REGD)	8 139.00	213 508.80	0.03
Total Germany		2 205 230.21	0.27
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	23 941.00	542 126.64	0.07
EUR BBVA(BILB-VIZ-ARG) EURO.49	10 213.00	278 944.47	0.03
Total Spain		821 071.11	0.10
Switzerland			
CHF GIVAUDAN AG CHF10	128.00	137 728.00	0.02
CHF HOLCIM CHF2(REGD)	2 527.00	324 972.20	0.04
CHF LONZA GROUP AG CHF1(REGD)	1 222.00	155 194.00	0.02
CHF NOVARTIS AG CHF0.50(REGD)	11 161.00	717 094.25	0.08
Total Switzerland		1 334 988.45	0.16
Total Registered shares		4 361 289.77	0.53
Total Transferable securities and money market instruments listed on an official stock exchange		87 916 700.58	10.60
UCITS in accordance with Article 41 (1) e)			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) EQUITY SICAV – USA GROWTH FB	4 391.00	61 291 391.19	7.39
USD UBS (LUX) IF-EMERGING MARKETS EQUITY FA	2 997.42	71 253 109.12	8.59
EUR UBS (LUX) IF-GLOBAL CONVERTIBLE BONDS FA	2 309.00	43 857 291.36	5.29
EUR UBS (LUX) IF-KEY SEL EUROPEAN EQUITY FA-EUR	4 702.31	102 984 847.85	12.41
USD UBS (LUX) IF-KEY SEL US EQUITY FA-USD	10 699.83	158 831 467.21	19.14
USD UBS (LUX) IF-USD HIGH YIELD FA-USD	3 209.00	43 122 214.87	5.20
GBP UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	2 836.00	74 101 016.71	8.93

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD UBS (LUX) INSTITUTIONAL SICAV? US 130/30 FA	4 897.00	56 297 223.83	6.79
USD UBS (LUX) KEY SELECTION SICAV 2-US EQUITIES 130/30 (USD) FB	350.00	39 995 626.61	4.82
Total Luxembourg		651 734 188.75	78.56
Total Investment certificates, open end		651 734 188.75	78.56
Total UCITS in accordance with Article 41 (1) e)		651 734 188.75	78.56
Total investments in securities		739 650 889.33	89.16

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

EUR	S&P/MIB INDEX FUTURE 21.12.07	-27.00	-236 170.01	-0.03
GBP	FTSE 100 INDEX FUTURE 21.12.07	-15.00	-12 316.67	0.00
AUD	SPI 200 INDEX FUTURE 20.12.07	-254.00	-2 120 372.60	-0.26
BRL	BRAZIL BOVESPA INDEX FUTURE 17.10.07	-1 040.00	-4 710 298.50	-0.57
SEK	OMX 30 INDEX FUTURE 26.10.07	-544.00	-331 059.07	-0.04
EUR	DJ EURO STOXX 50 INDEX FUTURE 21.12.07	-475.00	-1 507 264.90	-0.18
USD	S&P500 EMINI FUTURE 21.12.07	-2 177.00	-5 447 748.84	-0.66
CHF	SWISS MARKET INDEX FUTURE 20.12.07	-45.00	-40 500.00	0.00
EUR	DAX INDEX FUTURE 21.12.07	-186.00	-2 978 104.57	-0.36
HKD	H-SHARES INDEX FUTURE 30.10.07	-119.00	-654 042.53	-0.08
HKD	HANG SENG INDEX FUTURE 30.10.07	-41.00	-163 392.37	-0.02
KRW	KOREA KOSPI 200 INDEX FUTURE 13.12.07	102.00	897 562.85	0.10
CAD	S&P/TSX 60 INDEX FUTURE 20.12.07	-260.00	-1 009 281.54	-0.12
JPY	NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-382.00	-1 601 470.37	-0.19
EUR	AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	68.00	378 456.81	0.05
ZAR	FTSE/JSE TOP 40 INDEX FUTURE 20.12.07	-552.00	-1 285 459.12	-0.15
EUR	CAC 40 INDEX FUTURE 19.10.07	-330.00	-1 458 337.97	-0.18
EUR	BEL20 INDEX FUTURE 19.10.07	235.00	348 253.37	0.04
EUR	IBEX 35 INDEX FUTURE 19.10.07	-41.00	-524 149.39	-0.06
USD	MSCI TAIWAN INDEX FUTURE 30.10.07	-194.00	-235 696.03	-0.03
SGD	MSCI SINGAPORE INDEX FUTURE 30.10.07	-120.00	-203 979.55	-0.02
Total Financial Futures on Indices			-22 895 371.00	-2.76
Total Derivative instruments listed on an official stock exchange			-22 895 371.00	-2.76
Total Derivative instruments			-22 895 371.00	-2.76

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

CHF	16 361 100.00	BRL	26 500 000.00	18.10.2007	-419 678.74	-0.05
TWD	755 500 000.00	CHF	28 215 658.50	18.10.2007	-1 165 980.16	-0.14
CHF	37 128 000.00	KRW	28 000 000 000.00	18.10.2007	1 421 112.99	0.17
CHF	185 039 751.75	EUR	112 570 000.00	18.10.2007	-1 826 195.69	-0.22
JPY	3 682 840 064.00	CHF	37 184 715.42	18.10.2007	250 690.56	0.03
SEK	229 990 000.00	CHF	40 925 743.04	18.10.2007	579 971.11	0.07
SGD	11 810 000.00	CHF	9 447 114.25	18.10.2007	-152 278.79	-0.02
CHF	22 132 005.00	CAD	19 400 000.00	18.10.2007	-649 267.31	-0.08
CHF	4 681 203.00	ZAR	27 960 000.00	18.10.2007	-38 404.96	0.00
CHF	4 916 688.39	MXN	44 140 000.00	18.10.2007	214 735.56	0.03
CHF	32 294 077.50	AUD	31 650 000.00	18.10.2007	-367 018.77	-0.04
CHF	188 346 132.00	GBP	77 480 000.00	18.10.2007	4 226 149.57	0.51
CHF	346 410 301.76	USD	284 449 984.00	18.10.2007	14 517 892.74	1.75
JPY	1 037 000 000.00	NZD	11 125 415.73	18.10.2007	743 823.35	0.09
USD	18 000 000.00	CAD	18 726 660.00	18.10.2007	-989 000.65	-0.12
CHF	38 412 756.00	USD	32 040 000.00	18.10.2007	1 029 551.27	0.12
NZD	11 120 000.00	JPY	988 301 120.00	18.10.2007	-254 087.17	-0.03
EUR	3 310 000.00	CHF	5 389 573.70	18.10.2007	104 965.08	0.01
GBP	2 080 000.00	CHF	4 991 168.00	18.10.2007	-48 417.92	-0.01
USD	7 710 000.00	CHF	9 268 499.40	18.10.2007	-272 702.03	-0.03
CHF	4 320 932.20	EUR	2 630 000.00	18.10.2007	-44 859.60	-0.01
CHF	12 120 087.20	USD	10 040 000.00	18.10.2007	405 662.50	0.05
EUR	2 040 000.00	CHF	3 328 362.00	18.10.2007	58 007.28	0.01
USD	12 190 000.00	CHF	14 410 652.30	18.10.2007	-187 980.15	-0.02
BRL	6 050 000.00	CHF	3 664 485.00	18.10.2007	166 524.25	0.02
TWD	85 100 000.00	CHF	3 071 173.90	18.10.2007	-24 393.17	0.00
CHF	29 413 749.00	USD	24 870 000.00	18.10.2007	396 683.77	0.05
CHF	12 339 418.50	USD	10 470 000.00	18.10.2007	123 594.62	0.01
JPY	845 920 000.00	EUR	5 245 429.97	18.10.2007	-108 692.35	-0.01
MYR	29 860 000.00	CHF	10 191 218.00	18.10.2007	40 502.07	0.00
KRW	17 706 250 000.00	CHF	22 709 150.94	18.10.2007	-130 133.54	-0.02
USD	4 500 000.00	CHF	5 267 250.00	18.10.2007	-16 933.87	0.00
CHF	4 807 320.00	EUR	2 910 000.00	18.10.2007	-23 298.55	0.00
MXN	55 380 000.00	CHF	5 934 776.66	18.10.2007	-35 743.48	0.00

Description		Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets		
CHF	3 281 288.72	BRL	5 296 000.00	15.2.2008	23 391.75	0.00
CHF	11 669 673.88	USD	9 980 000.00	18.10.2007	25 651.92	0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)					17 573 843.49	2.12
Cash at banks, deposits on demand and deposit accounts and other liquid assets					135 581 484.16	16.34
Bank overdraft and other short-term liabilities					-36 552 952.57	-4.41
Other assets and liabilities					-3 758 548.51	-0.45
Total net assets					829 599 344.90	100.00

UBS (Lux) Key Selection Sicav

– Absolute Return Plus (EUR)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in EUR		474 614 682.85	495 273 284.33	70 636 260.80
Class (EUR) B	LU0218833795			
Shares outstanding		4 363 109.5540	4 619 174.3660	685 591.1980
Net asset value per share in EUR		108.78	107.22	103.03

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	77.23	Investment funds & pension foundations	77.24
United States	6.17	Banks & credit institutions	1.76
Japan	1.18	Pharmaceuticals, cosmetics & medical products	1.02
United Kingdom	1.16	Telecommunications	0.98
France	0.60	Petroleum	0.92
Switzerland	0.39	Insurance	0.78
Germany	0.30	Electronics & semiconductors	0.76
Netherlands	0.24	Internet, software & IT services	0.68
Canada	0.24	Finance & holding companies	0.59
Australia	0.23	Vehicles	0.42
Ireland	0.16	Traffic & transportation	0.39
Italy	0.12	Tobacco & alcohol	0.39
Sweden	0.11	Energy & water supply	0.37
Spain	0.11	Mechanical engineering & industrial equipment	0.34
Austria	0.07	Graphic design, publishing & media	0.20
Hong Kong	0.07	Retail trade, department stores	0.19
Norway	0.06	Miscellaneous trading companies	0.15
Cayman Islands	0.05	Lodging, catering & leisure	0.14
Finland	0.04	Mining, coal & steel	0.13
Total	88.53	Building industry & materials	0.13
		Biotechnology	0.13
		Textiles, garments & leather goods	0.11
		Non-ferrous metals	0.10
		Forestry, paper & pulp products	0.09
		Miscellaneous unclassified companies	0.09
		Computer hardware & network equipment providers	0.09
		Chemicals	0.09
		Aerospace industry	0.06
		Healthcare & social services	0.05
		Miscellaneous consumer goods	0.05
		Various capital goods	0.04
		Food & soft drinks	0.03
		Electrical devices & components	0.02
		Total	88.53

Report of the Portfolio Manager

During the year under review (1 October 2006 to 30 September 2007) the equity markets delivered a strong overall performance and recovered rapidly from a fall in prices and increased volatility in February and July. There was also a rollercoaster ride on the bond markets until the outbreak of the credit crisis in August which exerted pressure on interest rates that had been rising up until then.

The subfund invests in the major markets and asset classes with a variety of different weightings. In the year under review the overweights in the US and the UK made a positive contribution to performance. The underweight in Japan produced a negative performance contribution. The currency strategy was negatively impacted by the carry trades. No benchmark exists for this subfund.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	392 560 545.96
Investments in securities, unrealized appreciation (depreciation)	27 589 703.06
Total investments in securities (Note 1)	420 150 249.02
Cash at banks, deposits on demand and deposit accounts	17 969 883.47
Other liquid assets (Margins)	33 413 970.62
Receivable on securities sales (Note 1)	47 930 896.45
Receivable on subscriptions	605 837.32
Interest receivable on liquid assets	110 005.36
Receivable on dividends	92 249.30
Other receivables	21 065.34
Unrealized gain (loss) on financial futures (Note 1)	-12 704 512.66
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	15 004 502.19
Total Assets	522 594 146.41
Liabilities	
Bank overdraft	-16 374 342.31
Other short-term liabilities (Margins)	-618 158.40
Interest payable on bank overdraft	-56 458.58
Payable on securities purchases (Note 1)	-23 618 168.96
Payable on redemptions	-5 146 102.18
Provisions for all-in fee (Note 2)	-2 152 670.06
Provisions for taxe d'abonnement (Note 3)	-13 563.07
Total provisions	-2 166 233.13
Total Liabilities	-47 979 463.56
Net assets at the end of the financial year	474 614 682.85

Statement of Operations

	EUR
Income	1.10.2006–30.9.2007
Interest on liquid assets	3 679 902.19
Dividends	2 084 710.87
Interest received on swaps (Note 1)	609 876.30
Income on securities lending (Note 4)	71 560.63
Retrocessions (Note 2)	33 357.94
Total income	6 479 407.93
Expenses	
Interest paid on swaps (Note 1)	-1 092 371.05
All-in fee (Note 2)	-9 327 221.12
Taxe d'abonnement (Note 3)	-80 927.92
Interest on liquid assets and bank overdraft	-1 564 081.01
Total expenses	-12 064 601.10
Net income on investments	-5 585 193.17
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	21 263 147.53
Realized gain (loss) on options	-829 831.05
Realized gain (loss) on financial futures	-29 702 619.46
Realized gain (loss) on forward foreign exchange contracts	2 846 995.07
Realized gain (loss) on swaps	4 464 704.48
Total realized gain (loss) on investments	-1 957 603.43
Realized gain (loss) on foreign exchange	-337 596.35
Total realized gain (loss)	-2 295 199.78
Net realized gain (loss) of the financial year	-7 880 392.95
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	11 693 678.45
Unrealized appreciation (depreciation) on financial futures	-10 645 576.00
Unrealized appreciation (depreciation) on forward foreign exchange contracts	15 964 249.77
Unrealized appreciation (depreciation) on swaps	-1 477 990.41
Total changes in unrealized appreciation (depreciation)	15 534 361.81
Net increase (decrease) in net assets as a result of operations	7 653 968.86

Statement of Changes in Net Assets

	EUR
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	495 273 284.33
Subscriptions	305 822 907.76
Redemptions	-334 135 478.10
	<hr/>
Total net subscriptions (redemptions)	-28 312 570.34
Net income on investments	-5 585 193.17
Total realized gain (loss)	-2 295 199.78
Total changes in unrealized appreciation (depreciation)	15 534 361.81
	<hr/>
Net increase (decrease) in net assets as a result of operations	7 653 968.86
Net assets at the end of the financial year	474 614 682.85

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	4 619 174.3660
Number of shares issued	2 797 086.6110
Number of shares redeemed	-3 053 151.4230
Number of shares outstanding at the end of the financial year	4 363 109.5540

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Australia

AUD	NATL AUSTRALIA BK NPV	14 409.00	356 046.77	0.08
AUD	QBE INS GROUP NPV	34 176.00	718 805.28	0.15
Total Australia			1 074 852.05	0.23

Austria

EUR	TELEKOM AUSTRIA(TA NPV(BR)	18 347.00	336 667.45	0.07
Total Austria			336 667.45	0.07

Canada

CAD	CANADIAN PAC RY LTD COM	11 400.00	564 679.73	0.12
CAD	JEAN COUTU GROUP PJC INC CL A SUB VTG	19 600.00	183 768.58	0.04
CAD	MAGNA INTL INC CL A	2 300.00	156 160.83	0.03
CAD	SUNCOR ENERGY INC COM	3 400.00	227 261.65	0.05
Total Canada			1 131 870.79	0.24

Cayman Islands

USD	GLOBALSANTAFE CORP COM USD0.01	4 300.00	229 853.39	0.05
Total Cayman Islands			229 853.39	0.05

Finland

EUR	STORA ENSO OYJ NPV SER'R'	14 500.00	198 070.00	0.04
Total Finland			198 070.00	0.04

France

EUR	AXA EUR2.29	25 417.00	797 585.46	0.17
EUR	FRANCE TELECOM EUR4	30 639.00	719 710.11	0.15
EUR	TECHNIP NPV	1 581.00	99 128.70	0.02
EUR	TOTAL EUR2.5 (POST SUBDIVISION)	21 409.00	1 220 741.18	0.26
Total France			2 837 165.45	0.60

Germany

EUR	RHOEN-KLINIKUM AG ORD NPV	3 936.00	88 363.20	0.02
Total Germany			88 363.20	0.02

Hong Kong

HKD	ESPRIT HOLDINGS HKD0.1	27 800.00	310 756.91	0.07
Total Hong Kong			310 756.91	0.07

Ireland

EUR	BK OF IRELAND ORD STK EUR0.64	41 857.00	544 141.00	0.12
GBP	EXPERIAN GROUP ORD USD0.10	27 151.00	201 092.84	0.04
Total Ireland			745 233.84	0.16

Italy

EUR	INTESA SANPAOLO	91 660.00	496 247.24	0.10
EUR	SNAM RETE GAS EUR1	20 233.00	88 276.58	0.02
Total Italy			584 523.82	0.12

Japan

JPY	ADVANTEST CORP NPV	4 300.00	94 113.43	0.02
JPY	AIFUL CORP NPV	7 000.00	77 031.91	0.02
JPY	CANON INC NPV	7 500.00	287 494.09	0.06
JPY	FUNAI ELECTRIC CO NPV	800.00	24 454.57	0.01
JPY	HONDA MOTOR CO NPV	12 500.00	294 983.30	0.06
JPY	HOYA CORP NPV	5 100.00	122 223.96	0.03
JPY	JAPAN TOBACCO INC NPV	93.00	358 766.94	0.08
JPY	JFE HOLDINGS INC NPV	5 200.00	258 778.30	0.05
JPY	KEYENCE CORP NPV	1 400.00	218 257.07	0.05
JPY	KOMATSU NPV	9 400.00	221 827.44	0.05
JPY	MITSUBI SUMITOMO IN NPV	21 000.00	173 193.41	0.04
JPY	NIPPON STEEL CORP NPV	34 000.00	171 903.43	0.04
JPY	NISSAN MOTOR CO NPV	37 100.00	261 065.42	0.06
JPY	NITTO DENKO CORP NPV	4 700.00	153 440.22	0.03
JPY	NOMURA HOLDINGS NPV	26 500.00	312 034.25	0.07
JPY	NTN CORP NPV	33 000.00	206 793.99	0.04
JPY	NTT DOCOMO NPV	579.00	580 527.13	0.09
JPY	RICOH CO NPV	20 000.00	297 123.07	0.06
JPY	SHIN-ETSU CHEMICAL NPV	1 600.00	77 667.73	0.02
JPY	SOMPO JAPAN INS NPV	27 000.00	217 560.12	0.05
JPY	SONY CORP NPV	3 500.00	119 185.48	0.03
JPY	SUMITOMO ELECTRIC NPV	7 600.00	85 028.55	0.02
JPY	SUMITOMO METAL IND NPV	60 000.00	245 768.47	0.05
JPY	SUMITOMO MITSUI FG NPV	33.00	180 566.46	0.04
JPY	TAKEFUJI CORP NPV	4 840.00	67 465.28	0.01

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY TOYOTA MOTOR CORP NPV	8 900.00	368 909.48	0.08
JPY WEST JAPAN RAILWAY NPV	31.00	103 858.58	0.02
Total Japan		5 580 022.08	1.18
Luxembourg			
EUR ARCELORMITTAL EURO.01	2 254.00	121 265.20	0.03
Total Luxembourg		121 265.20	0.03
Netherlands			
EUR AEGON NV	30 139.00	404 766.77	0.08
EUR ASML HOLDING NV EURO.02	11 304.00	262 818.00	0.06
EUR REED ELSEVIER NV EURO.06	20 327.00	270 755.64	0.06
Total Netherlands		938 340.41	0.20
Norway			
NOK STATOILHYDRO ASA NOK2.50	11 750.00	279 988.55	0.06
Total Norway		279 988.55	0.06
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	98 000.00	274 827.30	0.06
SEK SVENSKA CELLULOSA SER'B' NPV	18 400.00	240 501.06	0.05
Total Sweden		515 328.36	0.11
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	13 633.00	156 341.05	0.03
GBP BARCLAYS ORD GBP0.25	78 491.00	669 609.91	0.14
GBP BP ORD USD0.25	149 723.00	1 217 235.55	0.27
GBP BRITISH SKY BROADC ORD GBP0.50	26 275.00	261 606.04	0.06
GBP HOME RETAIL GROUP ORD GBP0.10	13 279.00	70 909.31	0.01
GBP HSBC HLDGS ORD USD0.50(UK REG)	18 048.00	233 861.05	0.05
GBP KINGFISHER ORD GBP0.157142857	44 697.00	114 489.63	0.02
GBP PRUDENTIAL ORD GBP0.05	41 130.00	442 800.33	0.09
GBP RENTOKIL INITIAL ORD GBP0.01	64 276.00	153 682.85	0.03
GBP RIO TINTO ORD GBP0.10	8 048.00	487 464.71	0.10
GBP ROYAL BK SCOT GRP ORD GBP0.25	56 192.00	422 623.88	0.09
GBP TULLOW OIL ORD GBP0.10	42 675.00	364 367.83	0.08
GBP VODAFONE GROUP ORD USD0.11428571	363 536.00	919 204.99	0.19
Total United Kingdom		5 514 197.13	1.16
United States			
USD ALLERGAN INC COM	16 400.00	743 457.44	0.16
USD AMAZON COM INC COM	9 100.00	596 044.72	0.13
USD AMERICAN ELEC PWR INC COM	7 500.00	243 012.34	0.05
USD ANALOG DEVICES INC COM	17 200.00	437 332.21	0.09
USD ANHEUSER BUSCH COS INC COM	28 600.00	1 005 318.71	0.21
USD AT&T INC COM	11 100.00	330 233.10	0.07
USD BEA SYS INC COM	20 700.00	201 883.77	0.04
USD BK OF NY MELLON CP COM STK USD0.01	21 900.00	679 721.55	0.14
USD BRISTOL MYERS SQUIBB CO COM	6 500.00	131 723.10	0.03
USD BURLINGTON NORTHN SANTA FE CP COM	12 400.00	707 736.88	0.15
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	19 600.00	667 459.83	0.14
USD CEPHALON INC COM	4 100.00	210 628.98	0.04
USD CHICOS FAS INC COM	10 200.00	100 769.96	0.02
USD CITIGROUP INC COM	41 300.00	1 355 321.87	0.27
USD COACH INC COM	6 000.00	199 430.44	0.04
USD CONSTELLATION BRANDS INC CL A	10 900.00	185 556.38	0.04
USD COSTCO WHSL CORP NEW COM	11 000.00	474 682.70	0.10
USD DELL INC COM	21 900.00	425 018.46	0.09
USD DISCOVER FINL SVCS COM STK USD0.01	9 350.00	136 750.69	0.03
USD EBAY INC COM	7 100.00	194 805.05	0.04
USD ENSCO INTL INC COM	4 200.00	165 678.73	0.03
USD EOG RES INC COM	4 500.00	228 868.26	0.05
USD EXELON CORP COM	11 000.00	582 892.10	0.12
USD FEDEX CORP COM	6 500.00	478 764.55	0.10
USD FIFTH THIRD BANCORP COM	21 400.00	509 814.01	0.11
USD FORTUNE BRANDS INC COM	5 200.00	297 962.94	0.06
USD FREDDIE MAC MTG CORP COM	6 100.00	253 110.43	0.05
USD GENERAL ELECTRIC CO COM	38 100.00	1 109 123.51	0.23
USD GENZYME CORP COM USD0.01	9 300.00	405 180.89	0.09
USD HALLIBURTON CO COM	11 900.00	321 316.32	0.07
USD HARTFORD FINL SVCS GROUP INC COM	4 000.00	260 310.09	0.05
USD ILLINOIS TOOL WKS INC COM	23 600.00	989 701.51	0.21
USD INTEL CORP COM	48 700.00	885 547.94	0.19
USD INTUIT COM	8 600.00	183 229.62	0.04
USD JOHNSON & JOHNSON COM	5 500.00	254 087.12	0.05
USD JOHNSON CTLS INC COM	6 700.00	556 437.08	0.12
USD JP MORGAN CHASE & CO COM	10 000.00	322 188.24	0.07
USD LAUDER ESTEE COS INC CL A	2 700.00	80 611.75	0.02
USD LINEAR TECHNOLOGY CORP COM	8 400.00	206 670.18	0.04
USD MASCO CORP COM	26 000.00	423 598.07	0.09
USD MCAFEE INC COM	7 500.00	183 894.10	0.04
USD MCGRAW HILL COS INC COM	6 700.00	239 846.01	0.05
USD MEDCO HEALTH SOLUTIONS INC COM	5 800.00	368 640.44	0.08
USD MEDTRONIC INC COM	5 400.00	214 192.60	0.05
USD MERCK & CO INC COM	20 000.00	726 927.54	0.15
USD MICROSOFT CORP COM	46 900.00	971 538.87	0.20

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD MORGAN STANLEY COM NEW	16 700.00	739 795.38	0.16
USD NATIONAL SEMICONDUCTOR CORP COM	10 800.00	205 952.96	0.04
USD NEWS CORP CL A	13 400.00	207 197.55	0.04
USD NISOURCE INC COM	18 200.00	244 944.63	0.05
USD NORTHEAST UTILS COM	8 500.00	170 759.06	0.04
USD NORTHROP GRUMMAN CORP COM	5 300.00	290 686.64	0.06
USD OMNICOM GROUP INC COM	7 800.00	263 756.99	0.06
USD PACCAR INC COM	3 600.00	215 800.02	0.05
USD PEABODY ENERGY CORP COM	2 800.00	94 248.85	0.02
USD PEPCO HOLDINGS INC COM	10 300.00	196 128.40	0.04
USD PNC FINL SVCS GROUP INC COM	8 700.00	416 601.62	0.09
USD PROCTER & GAMBLE CO COM	4 900.00	242 355.59	0.05
USD R H DONNELLEY CORP COM NEW	4 500.00	177 259.78	0.04
USD RED HAT INC COM	9 700.00	135 526.49	0.03
USD SEMPRERA ENERGY COM	10 800.00	441 371.16	0.09
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	59 800.00	798 931.20	0.17
USD SYMANTEC CORP COM	35 500.00	483 767.53	0.10
USD SYSCO CORP COM	28 100.00	703 216.26	0.15
USD UNITEDHEALTH GROUP INC COM	4 700.00	160 054.14	0.03
USD VIACOM INC NEW CL B	8 800.00	241 139.12	0.05
USD WELLS FARGO & CO NEW COM	44 200.00	1 107 059.03	0.23
USD WYETH COM	22 400.00	701 698.13	0.15
USD XLINX INC COM	24 500.00	450 325.21	0.09
USD YAHOO INC COM	17 900.00	337 823.72	0.07
Total United States		29 273 420.54	6.14
Total Bearer shares		49 759 919.17	10.48
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	7 043.00	219 248.59	0.05
Total Netherlands		219 248.59	0.05
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	7 954.00	1 010 674.28	0.21
Total Switzerland		1 010 674.28	0.21
Total Other shares		1 229 922.87	0.26
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	4 086.00	669 491.10	0.14
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	5 244.00	370 436.16	0.08
EUR SIEMENS AG NPV(REGD)	1 821.00	175 580.82	0.04
EUR UNITED INTERNET AG NPV(REGD)	8 965.00	141 557.35	0.03
Total Germany		1 357 065.43	0.29
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	23 557.00	321 081.91	0.07
EUR BBVA(BILB-VIZ-ARG) EURO.49	11 249.00	184 933.56	0.04
Total Spain		506 015.47	0.11
Switzerland			
CHF GIVAUDAN AG CHF10	140.00	90 672.94	0.02
CHF HOLCIM CHF2(REGD)	2 484.00	192 278.16	0.04
CHF LONZA GROUP AG CHF1(REGD)	1 340.00	102 434.42	0.02
CHF NOVARTIS AG CHF0.50(REGD)	11 327.00	438 051.76	0.09
Total Switzerland		823 437.28	0.17
Total Registered shares		2 686 518.18	0.57
Total Transferable securities and money market instruments listed on an official stock exchange		53 676 360.22	11.31
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) EQUITY SICAV – USA GROWTH FB	3 835.00	32 220 984.23	6.79
USD UBS (LUX) IF-EMERGING MARKETS EQUITY FA	2 641.59	37 797 104.34	7.96
EUR UBS (LUX) IF-GLOBAL CONVERTIBLE BONDS FA	2 168.00	24 786 462.16	5.22
EUR UBS (LUX) IF-KEY SEL. EUROPEAN EQUITY FA-EUR	4 521.69	59 607 332.93	12.56
USD UBS (LUX) IF-KEY SEL. US EQUITY FA-USD	10 035.93	89 671 544.59	18.89
USD UBS (LUX) IF-USD HIGH YIELD FA-USD	2 974.00	24 055 240.24	5.07
GBP UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	2 715.00	42 699 733.69	9.00

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD UBS (LUX) INSTITUTIONAL SICAV? US 130/30 FA	4 730.00	32 730 708.63	6.90
USD UBS (LUX) KEY SELECTION SICAV 2-US EQUITIES 130/30 (USD) FB	333.00	22 904 777.99	4.83
Total Luxembourg		366 473 888.80	77.22
Total Investment certificates, open end		366 473 888.80	77.22
Total UCITS in accordance with Article 41 (1) e)		366 473 888.80	77.22
Total investments in securities		420 150 249.02	88.53

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

EUR S&P/MIB INDEX FUTURE 21.12.07	-30.00	-157 950.00	-0.03
GBP FTSE 100 INDEX FUTURE 21.12.07	-19.00	12 112.50	0.00
AUD SPI 200 INDEX FUTURE 20.12.07	-234.00	-1 175 795.29	-0.25
BRL BRAZIL BOVESPA INDEX FUTURE 17.10.07	-868.00	-2 366 313.10	-0.50
SEK OMX 30 INDEX FUTURE 26.10.07	-483.00	-176 925.78	-0.04
EUR DJ EURO STOXX 50 INDEX FUTURE 21.12.07	-466.00	-890 060.00	-0.19
USD S&P500 EMINI FUTURE 21.12.07	-2 011.00	-2 994 374.71	-0.63
CHF SWISS MARKET INDEX FUTURE 20.12.07	-20.00	-28 410.53	-0.01
EUR DAX INDEX FUTURE 21.12.07	-175.00	-1 686 562.50	-0.36
HKD H-SHARES INDEX FUTURE 30.10.07	-117.00	-387 063.56	-0.08
HKD HANG SENG INDEX FUTURE 30.10.07	-47.00	-112 741.33	-0.02
KRW KOREA KOSPI 200 INDEX FUTURE 13.12.07	114.00	603 819.24	0.12
CAD S&P/TSX 60 INDEX FUTURE 20.12.07	-230.00	-537 408.10	-0.11
JPY NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-389.00	-986 823.82	-0.21
EUR AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	76.00	254 600.00	0.05
ZAR FTSE/JSE TOP 40 INDEX FUTURE 20.12.07	-546.00	-765 330.86	-0.16
EUR CAC 40 INDEX FUTURE 19.10.07	-330.00	-877 800.00	-0.18
EUR BEL20 INDEX FUTURE 19.10.07	247.00	220 324.00	0.05
EUR IBEX 35 INDEX FUTURE 19.10.07	-46.00	-353 970.00	-0.07
USD MSCI TAIWAN INDEX FUTURE 30.10.07	-217.00	-158 689.31	-0.03
SGD MSCI SINGAPORE INDEX FUTURE 30.10.07	-136.00	-139 149.51	-0.03
Total Financial Futures on Indices		-12 704 512.66	-2.68
Total Derivative instruments listed on an official stock exchange		-12 704 512.66	-2.68
Total Derivative instruments		-12 704 512.66	-2.68

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

EUR 10 601 236.19	BRL	28 300 000.00	18.10.2007	-194 135.63	-0.04
TWD 772 560 000.00	EUR	17 624 272.84	18.10.2007	-960 445.24	-0.20
EUR 22 057 942.06	KRW	27 600 000 000.00	18.10.2007	854 543.96	0.18
EUR 231 655 422.94	USD	312 480 000.00	18.10.2007	12 008 129.22	2.52
EUR 125 070 255.88	GBP	84 560 000.00	18.10.2007	4 015 838.95	0.85
SGD 12 910 000.00	EUR	6 279 641.02	18.10.2007	-158 680.92	-0.03
CHF 26 610 000.00	EUR	16 187 116.00	18.10.2007	-156 846.82	-0.03
EUR 3 040 042.31	ZAR	29 890 000.00	18.10.2007	651.12	0.00
EUR 14 642 597.28	CAD	21 130 000.00	18.10.2007	-304 619.44	-0.06
EUR 21 417 166.60	AUD	34 540 000.00	18.10.2007	-54 733.91	-0.01
SEK 251 030 000.00	EUR	27 156 874.41	18.10.2007	133 847.21	0.03
EUR 3 197 050.96	MXN	47 180 000.00	18.10.2007	169 327.29	0.04
JPY 4 039 529 984.00	EUR	24 823 892.61	18.10.2007	-88 175.93	-0.02
JPY 1 138 000 000.00	NZD	12 208 990.45	18.10.2007	491 327.09	0.10
EUR 1 461 133.84	USD	2 000 000.00	18.10.2007	55 341.16	0.01
USD 20 000 000.00	CAD	20 807 400.00	18.10.2007	-661 441.53	-0.14
USD 6 200 000.00	EUR	4 505 748.46	18.10.2007	-147 835.23	-0.03
EUR 2 241 420.26	GBP	1 510 000.00	18.10.2007	79 719.36	0.02
EUR 3 912 922.87	USD	5 360 000.00	18.10.2007	145 403.90	0.03
JPY 295 489 984.00	EUR	1 829 783.97	18.10.2007	-20 350.48	0.00
EUR 17 120 792.66	USD	23 500 000.00	18.10.2007	602 816.83	0.13
EUR 2 711 716.89	JPY	439 609 984.00	18.10.2007	19 783.79	0.00
CAD 3 320 000.00	EUR	2 293 197.77	18.10.2007	55 333.52	0.01
GBP 5 960 000.00	EUR	8 828 583.28	18.10.2007	-296 340.93	-0.06
NZD 12 360 000.00	JPY	1 098 507 360.00	18.10.2007	-169 994.08	-0.04
GBP 1 340 000.00	EUR	1 975 410.56	18.10.2007	-57 105.30	-0.01
EUR 2 409 692.32	USD	3 240 000.00	18.10.2007	132 229.07	0.03
AUD 2 290 000.00	EUR	1 351 239.72	18.10.2007	72 218.61	0.02
EUR 1 803 498.55	SEK	16 930 000.00	18.10.2007	-36 994.11	-0.01
EUR 3 438 890.96	JPY	543 950 016.00	18.10.2007	107 881.14	0.02
GBP 4 280 000.00	EUR	6 302 644.75	18.10.2007	-175 533.26	-0.04
USD 21 660 000.00	EUR	15 831 713.13	18.10.2007	-606 964.27	-0.13
CAD 3 440 000.00	EUR	2 401 262.06	18.10.2007	32 202.60	0.01
EUR 4 358 403.34	USD	5 930 000.00	18.10.2007	190 179.56	0.04
USD 10 270 000.00	EUR	7 438 417.58	18.10.2007	-219 791.80	-0.05

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
BRL 6 800 000.00	EUR 2 524 127.69	18.10.2007 69 770.28	0.01
EUR 16 315 456.14	USD 22 670 000.00	18.10.2007 381 253.25	0.08
EUR 6 932 967.01	USD 9 690 000.00	18.10.2007 122 172.66	0.03
GBP 2 800 000.00	EUR 4 004 576.66	18.10.2007 3 594.02	0.00
JPY 1 017 270 016.00	EUR 6 307 947.12	18.10.2007 -78 676.18	-0.02
KRW 17 126 880 000.00	EUR 13 355 333.75	18.10.2007 -198 412.10	-0.04
MYR 29 440 000.00	EUR 6 108 517.48	18.10.2007 -31 497.24	-0.01
USD 8 700 000.00	EUR 6 164 136.06	18.10.2007 -49 293.59	-0.01
MXN 60 980 000.00	EUR 3 944 176.13	18.10.2007 -31 201.56	-0.01
EUR 771 953.61	BRL 2 050 000.00	15.2.2008 7 334.08	0.00
EUR 2 742 225.94	CHF 4 550 000.00	18.10.2007 1 284.10	0.00
AUD 4 530 000.00	EUR 2 815 621.54	18.10.2007 479.77	0.00
ZAR 14 730 000.00	EUR 1 507 252.00	18.10.2007 -9 402.00	0.00
USD 16 840 000.00	EUR 11 870 917.17	18.10.2007 -34 943.64	-0.01
EUR 2 440 268.22	SEK 22 490 000.00	18.10.2007 -4 745.16	0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)		15 004 502.19	3.16
Cash at banks, deposits on demand and deposit accounts and other liquid assets		51 383 854.09	10.83
Bank overdraft and other short-term liabilities		-16 992 500.71	-3.58
Other assets and liabilities		17 773 090.92	3.74
Total net assets		474 614 682.85	100.00

UBS (Lux) Key Selection Sicav

– Absolute Return Plus (USD)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in USD		480 111 165.90	471 761 739.25	100 114 393.65
Class (CAD hedged) B¹	LU0263318627			
Shares outstanding		260 503.7950	164 966.2220	
Net asset value per share in CAD		102.96	100.71	
Class (SGD hedged) B²	LU0286926331			
Shares outstanding		233 634.0240		
Net asset value per share in SGD		98.96		
Class (USD) B	LU0218832805			
Shares outstanding		3 856 892.4110	4 160 976.2800	970 851.6030
Net asset value per share in USD		113.44	109.80	103.12

¹ Initial subscription: 25.9.2006

² Initial subscription: 20.4.2007

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	77.96	Investment funds & pension foundations	77.93
United States	6.07	Banks & credit institutions	1.73
United Kingdom	1.14	Pharmaceuticals, cosmetics & medical products	1.00
Japan	1.13	Telecommunications	0.97
France	0.59	Petroleum	0.90
Switzerland	0.38	Insurance	0.76
Germany	0.30	Electronics & semiconductors	0.74
Netherlands	0.24	Internet, software & IT services	0.67
Canada	0.24	Finance & holding companies	0.58
Australia	0.22	Vehicles	0.41
Ireland	0.18	Tobacco & alcohol	0.39
Italy	0.12	Traffic & transportation	0.38
Sweden	0.11	Energy & water supply	0.37
Spain	0.10	Mechanical engineering & industrial equipment	0.34
Austria	0.07	Graphic design, publishing & media	0.20
Hong Kong	0.06	Retail trade, department stores	0.18
Norway	0.06	Miscellaneous trading companies	0.14
Cayman Islands	0.05	Lodging, catering & leisure	0.14
Finland	0.04	Building industry & materials	0.13
Total	89.06	Biotechnology	0.13
		Mining, coal & steel	0.13
		Miscellaneous unclassified companies	0.12
		Textiles, garments & leather goods	0.10
		Non-ferrous metals	0.10
		Forestry, paper & pulp products	0.09
		Computer hardware & network equipment providers	0.09
		Chemicals	0.09
		Aerospace industry	0.06
		Healthcare & social services	0.05
		Miscellaneous consumer goods	0.05
		Various capital goods	0.04
		Food & soft drinks	0.03
		Electrical devices & components	0.02
		Total	89.06

Report of the Portfolio Manager

During the year under review (1 October 2006 to 30 September 2007) the equity markets delivered a strong overall performance and recovered rapidly from a fall in prices and increased volatility in February and July. There was also a rollercoaster ride on the bond markets until the outbreak of the credit crisis in August which exerted pressure on interest rates that had been rising up until then.

The subfund invests in the major markets and asset classes with a variety of different weightings. In the year under review the overweights in the US and the UK made a positive contribution to performance. The underweight in Japan produced a negative performance contribution. The currency strategy was negatively impacted by the carry trades. No benchmark exists for this subfund.

Statement of Net Assets

	USD
	30.9.2007
Assets	
Investments in securities, cost	357 128 281.68
Investments in securities, unrealized appreciation (depreciation)	70 476 827.41
Total investments in securities (Note 1)	427 605 109.09
Cash at banks, deposits on demand and deposit accounts	52 347 861.78
Other liquid assets (Margins)	33 299 458.77
Receivable on securities sales (Note 1)	15 900 502.00
Receivable on subscriptions	1 830 315.03
Interest receivable on liquid assets	181 154.53
Receivable on dividends	90 193.04
Other receivables	23 442.09
Unrealized gain (loss) on financial futures (Note 1)	-12 674 910.69
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	-8 166 428.09
Total Assets	510 436 697.55
Liabilities	
Bank overdraft	-13 275 311.95
Other short-term liabilities (Margins)	-573 143.72
Interest payable on bank overdraft	-44 584.87
Payable on securities purchases (Note 1)	-2 868 217.85
Payable on redemptions	-11 479 014.21
Provisions for all-in fee (Note 2)	-2 071 973.23
Provisions for taxe d'abonnement (Note 3)	-13 285.82
Total provisions	-2 085 259.05
Total Liabilities	-30 325 531.65
Net assets at the end of the financial year	480 111 165.90

Statement of Operations

	USD
	1.10.2006–30.9.2007
Income	
Interest on liquid assets	4 358 621.21
Dividends	2 071 765.89
Interest received on swaps (Note 1)	949 323.14
Income on securities lending (Note 4)	72 493.96
Retrocessions (Note 2)	25 073.71
Total income	7 477 277.91
Expenses	
Interest paid on swaps (Note 1)	-1 389 457.12
All-in fee (Note 2)	-9 070 861.58
Taxe d'abonnement (Note 3)	-81 156.71
Interest on liquid assets and bank overdraft	-1 101 741.08
Total expenses	-11 643 216.49
Net income on investments	-4 165 938.58
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	40 394 122.80
Realized gain (loss) on options	-791 981.71
Realized gain (loss) on financial futures	-32 388 444.17
Realized gain (loss) on forward foreign exchange contracts	-17 156 277.62
Realized gain (loss) on swaps	4 474 402.94
Total realized gain (loss) on investments	-5 468 177.76
Realized gain (loss) on foreign exchange	2 216 154.62
Total realized gain (loss)	-3 252 023.14
Net realized gain (loss) of the financial year	-7 417 961.72
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	45 560 919.33
Unrealized appreciation (depreciation) on financial futures	-10 967 015.46
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-5 899 088.66
Unrealized appreciation (depreciation) on swaps	-1 522 398.42
Total changes in unrealized appreciation (depreciation)	27 172 416.79
Net increase (decrease) in net assets as a result of operations	19 754 455.07

Statement of Changes in Net Assets

	USD
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	471 761 739.25
Subscriptions	203 278 139.89
Redemptions	-214 683 168.31
Total net subscriptions (redemptions)	-11 405 028.42
Net income on investments	-4 165 938.58
Total realized gain (loss)	-3 252 023.14
Total changes in unrealized appreciation (depreciation)	27 172 416.79
Net increase (decrease) in net assets as a result of operations	19 754 455.07
Net assets at the end of the financial year	480 111 165.90

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(CAD hedged) B
Number of shares outstanding at the beginning of the financial year	164 966.2220
Number of shares issued	153 063.0980
Number of shares redeemed	-57 525.5250
Number of shares outstanding at the end of the financial year	260 503.7950
Class	(SGD hedged) B
Number of shares outstanding at the beginning of the financial year	0.0000
Number of shares issued	234 673.5750
Number of shares redeemed	-1 039.5510
Number of shares outstanding at the end of the financial year	233 634.0240
Class	(USD) B
Number of shares outstanding at the beginning of the financial year	4 160 976.2800
Number of shares issued	1 543 971.6430
Number of shares redeemed	-1 848 055.5120
Number of shares outstanding at the end of the financial year	3 856 892.4110

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Australia				
AUD	NATL AUSTRALIA BK NPV	9 912.00	348 321.21	0.07
AUD	QBE INS GROUP NPV	23 509.00	703 184.99	0.15
Total Australia			1 051 506.20	0.22
Austria				
EUR	TELEKOM AUSTRIA(TA NPV(BR)	12 807.00	334 217.27	0.07
Total Austria			334 217.27	0.07
Canada				
CAD	CANADIAN PAC RY LTD COM	8 000.00	563 550.37	0.12
CAD	JEAN COUTU GROUP PJC INC CL A SUB VTG	13 500.00	180 009.06	0.04
CAD	MAGNA INTL INC CL A	1 600.00	154 493.31	0.03
CAD	SUNCOR ENERGY INC COM	2 600.00	247 153.06	0.05
Total Canada			1 145 205.80	0.24
Cayman Islands				
USD	GLOBALSANTAFE CORP COM USD0.01	3 000.00	228 060.00	0.05
Total Cayman Islands			228 060.00	0.05
Finland				
EUR	STORA ENSO OYJ NPV SER'R'	10 104.00	196 286.05	0.04
Total Finland			196 286.05	0.04
France				
EUR	AXA EUR2.29	17 768.00	792 933.73	0.17
EUR	FRANCE TELECOM EUR4	21 416.00	715 429.40	0.15
EUR	TECHNIP NPV	1 089.00	97 104.83	0.02
EUR	TOTAL EUR2.5 (POST SUBDIVISION)	14 972.00	1 214 094.35	0.25
Total France			2 819 562.31	0.59
Germany				
EUR	RHOEN-KLINIKUM AG ORD NPV	2 708.00	86 459.04	0.02
Total Germany			86 459.04	0.02
Hong Kong				
HKD	ESPRIT HOLDINGS HKD0.1	19 100.00	303 637.05	0.06
Total Hong Kong			303 637.05	0.06
Ireland				
EUR	BK OF IRELAND ORD STK EUR0.64	29 243.00	540 643.12	0.11
GBP	EXPERIAN GROUP ORD USD0.10	32 741.00	344 864.21	0.07
Total Ireland			885 507.33	0.18
Italy				
EUR	INTESA SANPAOLO	64 036.00	493 046.46	0.10
EUR	SNAM RETE GAS EUR1	13 941.00	86 501.68	0.02
Total Italy			579 548.14	0.12
Japan				
JPY	ADVANTEST CORP NPV	3 000.00	93 379.12	0.02
JPY	AIFUL CORP NPV	4 800.00	75 120.64	0.02
JPY	CANON INC NPV	5 200.00	283 476.07	0.06
JPY	FUNAI ELECTRIC CO NPV	500.00	21 736.30	0.00
JPY	HONDA MOTOR CO NPV	8 600.00	288 623.22	0.06
JPY	HOYA CORP NPV	3 500.00	119 288.79	0.02
JPY	JAPAN TOBACCO INC NPV	64.00	351 119.42	0.07
JPY	JFE HOLDINGS INC NPV	3 600.00	254 784.16	0.05
JPY	KEYENCE CORP NPV	900.00	199 539.19	0.04
JPY	KOMATSU NPV	6 500.00	218 145.46	0.05
JPY	MITSUBI SUMITOMO IN NPV	15 000.00	175 933.57	0.04
JPY	NIPPON STEEL CORP NPV	23 000.00	165 378.43	0.03
JPY	NISSAN MOTOR CO NPV	25 500.00	255 188.45	0.05
JPY	NITTO DENKO CORP NPV	3 300.00	153 214.80	0.03
JPY	NOMURA HOLDINGS NPV	18 200.00	304 770.68	0.06
JPY	NTN CORP NPV	23 000.00	204 973.26	0.04
JPY	NTT DOCOMO NPV	399.00	568 934.49	0.14
JPY	RIKOH CO NPV	13 000.00	274 659.83	0.06
JPY	SHIN-ETSU CHEMICAL NPV	1 100.00	75 937.92	0.02
JPY	SOMPO JAPAN INS NPV	18 000.00	206 268.75	0.04
JPY	SONY CORP NPV	2 400.00	116 228.32	0.02
JPY	SUMITOMO ELECTRIC NPV	5 200.00	82 737.03	0.02
JPY	SUMITOMO METAL IND NPV	41 000.00	238 838.41	0.05
JPY	SUMITOMO MITSUI FG NPV	23.00	178 976.66	0.04
JPY	TAKEFUJI CORP NPV	3 330.00	66 012.26	0.01

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY TOYOTA MOTOR CORP NPV	6 100.00	359 587.88	0.07
JPY WEST JAPAN RAILWAY NPV	21.00	100 056.51	0.02
Total Japan		5 432 909.62	1.13
Luxembourg			
EUR ARCELORMITTAL EURO.01	1 550.00	118 593.09	0.02
Total Luxembourg		118 593.09	0.02
Netherlands			
EUR AEGON NV	21 048.00	402 005.74	0.08
EUR ASML HOLDING NV EURO.02	7 885.00	260 717.43	0.05
EUR REED ELSEVIER NV EURO.06	14 181.00	268 631.22	0.06
Total Netherlands		931 354.39	0.19
Norway			
NOK STATOILHYDRO ASA NOK2.50	8 200.00	277 882.80	0.06
Total Norway		277 882.80	0.06
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	74 000.00	295 128.34	0.06
SEK SVENSKA CELLULOSA SER'B' NPV	12 800.00	237 932.93	0.05
Total Sweden		533 061.27	0.11
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	9 378.00	152 945.68	0.03
GBP BARCLAYS ORD GBP0.25	54 860.00	665 584.52	0.14
GBP BP ORD USD0.25	104 705.00	1 210 595.16	0.26
GBP BRITISH SKY BROADC ORD GBP0.50	18 328.00	259 516.83	0.05
GBP HOME RETAIL GROUP ORD GBP0.10	9 134.00	69 365.64	0.01
GBP HSBC HLDGS ORD USD0.50(UK REG)	12 585.00	231 914.26	0.05
GBP KINGFISHER ORD GBP0.157142857	30 746.00	112 000.97	0.02
GBP PRUDENTIAL ORD GBP0.05	28 727.00	439 830.07	0.09
GBP RENTOKIL INITIAL ORD GBP0.01	44 248.00	150 458.11	0.03
GBP RIO TINTO ORD GBP0.10	5 622.00	484 274.35	0.10
GBP ROYAL BK SCOT GRP ORD GBP0.25	39 244.00	419 757.26	0.09
GBP TULLOW OIL ORD GBP0.10	29 796.00	361 801.09	0.08
GBP VODAFONE GROUP ORD USD0.11428571	254 173.00	913 986.48	0.19
Total United Kingdom		5 472 030.42	1.14
United States			
USD ALLERGAN INC COM	11 500.00	741 405.00	0.15
USD AMAZON COM INC COM	6 400.00	596 160.00	0.12
USD AMERICAN ELEC PWR INC COM	5 200.00	239 616.00	0.05
USD ANALOG DEVICES INC COM	12 000.00	433 920.00	0.09
USD ANHEUSER BUSCH COS INC COM	20 000.00	999 800.00	0.21
USD AT&T INC COM	7 700.00	325 787.00	0.07
USD BEA SYS INC COM	14 200.00	196 954.00	0.04
USD BK OF NY MELLON CP COM STK USD0.01	15 300.00	675 342.00	0.14
USD BRISTOL MYERS SQUIBB CO COM	4 500.00	129 690.00	0.03
USD BURLINGTON NORTHN SANTA FE CP COM	8 600.00	698 062.00	0.15
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	13 700.00	663 491.00	0.14
USD CEPHALON INC COM	3 100.00	226 486.00	0.05
USD CHICOS FAS INC COM	7 000.00	98 350.00	0.02
USD CITIGROUP INC COM	28 900.00	1 348 763.00	0.26
USD COACH INC COM	4 100.00	193 807.00	0.04
USD CONSTELLATION BRANDS INC CL A	8 500.00	205 785.00	0.04
USD COSTCO WHSL CORP NEW COM	7 700.00	472 549.00	0.10
USD DELL INC COM	15 300.00	422 280.00	0.09
USD DISCOVER FINL SVCS COM STK USD0.01	6 450.00	134 160.00	0.03
USD EBAY INC COM	4 900.00	191 198.00	0.04
USD ENSCO INTL INC COM	2 900.00	162 690.00	0.03
USD EOG RES INC COM	3 100.00	224 223.00	0.05
USD EXELON CORP COM	7 700.00	580 272.00	0.12
USD FEDEX CORP COM	4 500.00	471 375.00	0.10
USD FIFTH THIRD BANCORP COM	15 000.00	508 200.00	0.11
USD FORTUNE BRANDS INC COM	3 700.00	301 513.00	0.06
USD FREDDIE MAC MTG CORP COM	4 200.00	247 842.00	0.05
USD GENERAL ELECTRIC CO COM	26 600.00	1 101 240.00	0.23
USD GENZYME CORP COM USD0.01	6 500.00	402 740.00	0.08
USD HALLIBURTON CO COM	8 300.00	318 720.00	0.07
USD HARTFORD FINL SVCS GROUP INC COM	2 700.00	249 885.00	0.05
USD ILLINOIS TOOL WKS INC COM	16 500.00	984 060.00	0.20
USD INTEL CORP COM	34 100.00	881 826.00	0.18
USD INTUIT COM	5 900.00	178 770.00	0.04
USD JOHNSON & JOHNSON COM	3 800.00	249 660.00	0.05
USD JOHNSON CTLS INC COM	4 700.00	555 117.00	0.12
USD JP MORGAN CHASE & CO COM	6 900.00	316 158.00	0.07
USD LAUDER ESTEE COS INC CL A	1 900.00	80 674.00	0.02
USD LINEAR TECHNOLOGY CORP COM	6 500.00	227 435.00	0.05
USD MASCO CORP COM	18 100.00	419 377.00	0.09
USD MCAFEE INC COM	5 200.00	181 324.00	0.04
USD MCGRAW HILL COS INC COM	4 700.00	239 277.00	0.05
USD MEDCO HEALTH SOLUTIONS INC COM	4 000.00	361 560.00	0.08
USD MEDTRONIC INC COM	3 800.00	214 358.00	0.04
USD MERCK & CO INC COM	14 000.00	723 660.00	0.15
USD MICROSOFT CORP COM	32 800.00	966 288.00	0.20

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD MORGAN STANLEY COM NEW	11 700.00	737 100.00	0.15
USD NATIONAL SEMICONDUCTOR CORP COM	7 400.00	200 688.00	0.04
USD NEWS CORP CL A	10 300.00	226 497.00	0.05
USD NISOURCE INC COM	12 500.00	239 250.00	0.05
USD NORTHEAST UTILS COM	5 800.00	165 706.00	0.03
USD NORTHROP GRUMMAN CORP COM	3 700.00	288 600.00	0.06
USD OMNICOM GROUP INC COM	5 500.00	264 495.00	0.06
USD PACCAR INC COM	2 500.00	213 125.00	0.04
USD PEABODY ENERGY CORP COM	1 900.00	90 953.00	0.02
USD PEPSCO HOLDINGS INC COM	8 000.00	216 640.00	0.05
USD PNC FINL SVCS GROUP INC COM	6 100.00	415 410.00	0.09
USD PROCTER & GAMBLE CO COM	3 400.00	239 156.00	0.05
USD R H DONNELLEY CORP COM NEW	3 100.00	173 662.00	0.04
USD RED HAT INC COM	6 700.00	133 129.00	0.03
USD SEMPRA ENERGY COM	7 600.00	441 712.00	0.09
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	41 800.00	794 200.00	0.17
USD SYMANTEC CORP COM	24 800.00	480 624.00	0.10
USD SYSCO CORP COM	19 300.00	686 887.00	0.14
USD UNITEDHEALTH GROUP INC COM	3 200.00	154 976.00	0.03
USD VIACOM INC NEW CL B	6 100.00	237 717.00	0.05
USD WELLS FARGO & CO NEW COM	30 900.00	1 100 658.00	0.23
USD WYETH COM	15 700.00	699 435.00	0.15
USD XILINX INC COM	18 100.00	473 134.00	0.10
USD YAHOO INC COM	12 500.00	335 500.00	0.07
Total United States		29 151 103.00	6.08
Total Bearer shares		49 546 923.78	10.32
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	5 426.00	240 217.32	0.05
Total Netherlands		240 217.32	0.05
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	5 562.00	1 005 083.20	0.21
Total Switzerland		1 005 083.20	0.21
Total Other shares		1 245 300.52	0.26
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	2 856.00	665 503.06	0.14
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	3 661.00	367 786.54	0.08
EUR SIEMENS AG NPV(REGD)	1 253.00	171 816.00	0.04
EUR UNITED INTERNET AG NPV(REGD)	6 167.00	138 484.60	0.03
Total Germany		1 343 590.20	0.29
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	16 442.00	318 710.16	0.06
EUR BBVA(BILB-VIZ-ARG) EURO.49	7 738.00	180 915.57	0.04
Total Spain		499 625.73	0.10
Switzerland			
CHF GIVAUDAN AG CHF10	96.00	88 423.22	0.02
CHF HOLCIM CHF2(REGD)	1 915.00	210 810.65	0.04
CHF LONZA GROUP AG CHF1(REGD)	923.00	100 343.26	0.02
CHF NOVARTIS AG CHF0.50(REGD)	7 912.00	435 153.23	0.09
Total Switzerland		834 730.36	0.17
Total Registered shares		2 677 946.29	0.56
Total Transferable securities and money market instruments listed on an official stock exchange		53 470 170.59	11.14
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) EQUITY SICAV – USA GROWTH FB	2 859.00	34 161 190.35	7.12
USD UBS (LUX) IF-EMERGING MARKETS EQUITY FA	1 905.91	38 782 980.12	8.08
EUR UBS (LUX) IF-GLOBAL CONVERTIBLE BONDS FA	1 535.00	24 957 958.08	5.20
EUR UBS (LUX) IF-KEY SEL. EUROPEAN EQUITY FA-EUR	3 174.53	59 514 657.59	12.40
USD UBS (LUX) IF-KEY SEL. US EQUITY FA-USD	7 077.38	89 932 100.70	18.71
USD UBS (LUX) IF-USD HIGH YIELD FA-USD	2 148.00	24 708 615.84	5.15
GBP UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	2 012.00	45 001 678.71	9.37

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD UBS (LUX) INSTITUTIONAL SICAV- US 130/30 FA	3 444.00	33 892 438.44	7.06
USD UBS (LUX) KEY SELECTION SICAV 2-US EQUITIES 130/30 (USD) FB	237.00	23 183 318.67	4.83
Total Luxembourg		374 134 938.50	77.92
Total Investment certificates, open end		374 134 938.50	77.92
Total UCITS in accordance with Article 41 (1) e)		374 134 938.50	77.92
Total investments in securities		427 605 109.09	89.06

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

EUR S&P/MIB INDEX FUTURE 21.12.07	-23.00	-172 215.25	-0.04
GBP FTSE 100 INDEX FUTURE 21.12.07	-31.00	2 353.14	0.00
AUD SPI 200 INDEX FUTURE 20.12.07	-169.00	-1 207 669.14	-0.25
BRL BRAZIL BOVESPA INDEX FUTURE 17.10.07	-602.00	-2 232 722.98	-0.47
SEK OMX 30 INDEX FUTURE 26.10.07	-380.00	-197 957.97	-0.04
EUR DJ EURO STOXX 50 INDEX FUTURE 21.12.07	-331.00	-899 097.45	-0.19
USD S&P500 EMINI FUTURE 21.12.07	-1 457.00	-3 022 940.00	-0.63
CHF SWISS MARKET INDEX FUTURE 20.12.07	-30.00	-26 861.84	-0.01
EUR DAX INDEX FUTURE 21.12.07	-123.00	-1 685 834.39	-0.35
HKD H-SHARES INDEX FUTURE 30.10.07	-82.00	-385 794.19	-0.08
HKD HANG SENG INDEX FUTURE 30.10.07	-29.00	-98 930.16	-0.02
KRW KOREA KOSPI 200 INDEX FUTURE 13.12.07	75.00	564 948.35	0.13
CAD S&P/TSX 60 INDEX FUTURE 20.12.07	-165.00	-548 284.19	-0.11
JPY NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-271.00	-977 845.68	-0.20
EUR AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	51.00	242 974.33	0.05
ZAR FTSE/JSE TOP 40 INDEX FUTURE 20.12.07	-384.00	-765 478.88	-0.16
EUR CAC 40 INDEX FUTURE 19.10.07	-243.00	-867 198.63	-0.18
EUR BEL20 INDEX FUTURE 19.10.07	166.00	210 580.59	0.04
EUR IBEX 35 INDEX FUTURE 19.10.07	-30.00	-328 303.33	-0.07
USD MSCI TAIWAN INDEX FUTURE 30.10.07	-135.00	-140 400.00	-0.03
SGD MSCI SINGAPORE INDEX FUTURE 30.10.07	-95.00	-138 233.02	-0.03
Total Financial Futures on Indices		-12 674 910.69	-2.64
Total Derivative instruments listed on an official stock exchange		-12 674 910.69	-2.64
Total Derivative instruments		-12 674 910.69	-2.64

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

USD 10 080 645.16	BRL	20 000 000.00	18.10.2007	-772 729.60	-0.16
TWD 579 600 000.00	USD	17 843 728.83	18.10.2007	-58 143.01	-0.01
USD 22 952 875.05	KRW	21 236 000 000.00	18.10.2007	-256 635.52	-0.05
USD 20 013 257.25	AUD	23 930 000.00	18.10.2007	-1 149 825.76	-0.24
USD 2 852 871.39	ZAR	20 800 000.00	18.10.2007	-156 060.42	-0.03
JPY 2 785 730 048.00	USD	23 085 044.63	18.10.2007	1 182 255.83	0.25
SGD 8 950 000.00	USD	5 872 318.09	18.10.2007	164 507.00	0.03
USD 116 856 876.50	EUR	86 620 000.00	18.10.2007	-6 370 399.32	-1.35
SEK 173 700 000.00	USD	25 341 294.13	18.10.2007	1 523 086.19	0.32
USD 13 693 188.46	CAD	14 650 000.00	18.10.2007	-1 049 748.91	-0.22
USD 118 107 667.25	GBP	59 210 000.00	18.10.2007	-2 480 258.93	-0.52
CHF 18 360 000.00	USD	15 064 615.38	18.10.2007	670 086.57	0.14
USD 2 999 659.65	MXN	32 830 000.00	18.10.2007	2 393.29	0.00
JPY 785 000 000.00	NZD	8 421 843.15	18.10.2007	481 996.08	0.10
GBP 1 410 000.00	USD	2 868 461.70	18.10.2007	3 293.03	0.00
EUR 2 250 000.00	USD	3 109 972.50	18.10.2007	91 092.39	0.02
USD 12 500 000.00	CAD	13 004 625.00	18.10.2007	-587 918.18	-0.12
BRL 7 000 000.00	USD	3 693 736.48	18.10.2007	105 325.81	0.02
KRW 4 000 000 000.00	USD	4 379 961.68	18.10.2007	-8 102.16	0.00
GBP 1 690 000.00	USD	3 456 928.80	18.10.2007	-14 853.14	0.00
USD 1 387 531.49	JPY	164 120 000.00	18.10.2007	-42 228.62	-0.01
USD 1 519 501.26	SEK	10 210 000.00	18.10.2007	-59 642.69	-0.01
EUR 3 440 000.00	USD	4 733 440.00	18.10.2007	160 583.36	0.03
NZD 8 450 000.00	JPY	751 002 200.00	18.10.2007	-165 278.92	-0.03
EUR 1 710 000.00	USD	2 299 385.70	18.10.2007	133 275.79	0.03
GBP 1 250 000.00	USD	2 477 175.00	18.10.2007	68 555.36	0.01
USD 2 435 277.10	EUR	1 790 000.00	18.10.2007	-111 258.32	-0.02
USD 2 493 060.00	KRW	2 335 000 000.00	18.10.2007	-58 866.21	-0.01
JPY 552 720 000.00	EUR	3 427 338.34	18.10.2007	-60 793.55	-0.01
KRW 11 321 420 000.00	USD	12 251 956.06	18.10.2007	121 624.74	0.03
MYR 20 780 000.00	USD	5 990 198.90	18.10.2007	112 420.12	0.02
CAD 27 097 200.00	USD	27 000 000.00	31.10.2007	278 808.47	0.06
SGD 22 715 554.04	USD	15 209 000.00	31.10.2007	126 876.15	0.03
MXN 40 370 000.00	USD	3 695 403.55	18.10.2007	-9 745.36	0.00

Description		Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets		
USD	2 535 384.29	BRL	4 747 000.00	15.2.2008	12 177.45	0.00
EUR	1 830 000.00	USD	2 595 983.10	18.10.2007	7 702.90	0.00
Total Forward Foreign Exchange contracts (Purchase/Sale)					-8 166 428.09	-1.70
Cash at banks, deposits on demand and deposit accounts and other liquid assets					85 647 320.55	17.84
Bank overdraft and other short-term liabilities					-13 848 455.67	-2.88
Other assets and liabilities					1 548 530.71	0.32
Total net assets					480 111 165.90	100.00

UBS (Lux) Key Selection Sicav – Asian Equities

Annual Report as of 30 September 2007

Most important figures

Date	ISIN	30.9.2007	30.9.2006
Net assets in USD		188 994 039.02	75 406 978.45
Class (GBP) A¹	LU0246169758		
Shares outstanding		9 695.2360	4 838.0000
Net asset value per share in GBP		75.95	51.56
Class (USD) B²	LU0235996351		
Shares outstanding		1 220 106.7120	777 906.8220
Net asset value per share in USD		153.68	96.34

¹ Initial subscription: 29.5.2006

² Initial subscription: 25.4.2006

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
South Korea	21.97	Banks & credit institutions	17.33
Hong Kong	17.61	Finance & holding companies	12.93
Taiwan	15.63	Electronics & semiconductors	10.99
China	12.33	Telecommunications	9.07
Singapore	7.28	Real estate	6.06
Malaysia	4.02	Mining, coal & steel	5.35
Indonesia	3.67	Petroleum	4.36
United States	3.36	Mechanical engineering & industrial equipment	4.08
Netherlands	2.60	Electrical devices & components	4.03
Netherlands Antilles	2.27	Traffic & transportation	2.62
Thailand	2.13	Computer hardware & network equipment providers	2.23
Luxembourg	1.96	Textiles, garments & leather goods	2.09
Ireland	1.38	Miscellaneous trading companies	2.06
India	0.89	Retail trade, department stores	1.90
Philippines	0.83	Vehicles	1.64
Total	97.93	Food & soft drinks	1.63
		Insurance	1.56
		Tobacco & alcohol	1.37
		Various capital goods	1.29
		Chemicals	1.25
		Lodging, catering & leisure	1.07
		Aerospace industry	1.04
		Energy & water supply	0.73
		Building industry & materials	0.69
		Miscellaneous services	0.56
		Total	97.93

Report of the Portfolio Manager

Asian ex-Japan markets were very strong during the reporting year (from 1 October 2006 until 30 September 2007) on the back of strong earnings growth and sustained liquidity inflow. China was by far the strongest performer with substantial gains on the MSCI China Index due to strong economics and considerable domestic liquidity. India also performed well despite a steep rise in interest rates. Political uncertainties led to relatively weak performances in the Taiwan and Thai markets.

The subfund slightly underperformed its benchmark [MSCI AC Asia ex-Japan (r)] during the reporting year. The major detractor was an underweight in China and related sectors, but this was mostly offset by an overweight in Korean industrial stocks. The portfolio was overweight to the consumer and industrial sectors and underweight to resources. Relative valuations drove the preference for selective ASEAN (Association of Southeast Asian Nations) markets relative to China and Hong Kong.

Statement of Net Assets

	USD
Assets	30.9.2007
Investments in securities, cost	131 854 232.69
Investments in securities, unrealized appreciation (depreciation)	53 225 827.94
Total investments in securities (Note 1)	185 080 060.63
Cash at banks, deposits on demand and deposit accounts	2 660 434.54
Receivable on securities sales (Note 1)	1 117 380.76
Receivable on subscriptions	2 092 081.25
Interest receivable on liquid assets	9 588.39
Receivable on dividends	301 193.65
Total Assets	191 260 739.22
Liabilities	
Bank overdraft	-274.22
Payable on securities purchases (Note 1)	-2 097 978.58
Provisions for all-in fee (Note 2)	-144 823.08
Provisions for taxe d'abonnement (Note 3)	-23 624.32
Total provisions	-168 447.40
Total Liabilities	-2 266 700.20
Net assets at the end of the financial year	188 994 039.02

Statement of Operations

	USD
Income	1.10.2006–30.9.2007
Interest on liquid assets	158 700.30
Dividends	2 369 932.57
Income on securities lending (Note 4)	4 944.57
Total income	2 533 577.44
Expenses	
All-in fee (Note 2)	-2 124 963.76
Taxe d'abonnement (Note 3)	-68 981.30
Interest on liquid assets and bank overdraft	-55 528.57
Total expenses	-2 249 473.63
Net income on investments	284 103.81
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	5 894 000.06
Realized gain (loss) on forward foreign exchange contracts	151.71
Total realized gain (loss) on investments	5 894 151.77
Realized gain (loss) on foreign exchange	-42 239.30
Total realized gain (loss)	5 851 912.47
Net realized gain (loss) of the financial year	6 136 016.28
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	51 918 608.34
Total changes in unrealized appreciation (depreciation)	51 918 608.34
Net increase (decrease) in net assets as a result of operations	58 054 624.62

Statement of Changes in Net Assets

	USD
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	75 406 978.45
Subscriptions	101 321 321.53
Redemptions	–45 788 885.58
Total net subscriptions (redemptions)	55 532 435.95
Net income on investments	284 103.81
Total realized gain (loss)	5 851 912.47
Total changes in unrealized appreciation (depreciation)	51 918 608.34
Net increase (decrease) in net assets as a result of operations	58 054 624.62
Net assets at the end of the financial year	188 994 039.02

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(GBP) A
Number of shares outstanding at the beginning of the financial year	4 838.0000
Number of shares issued	7 686.3700
Number of shares redeemed	–2 829.1340
Number of shares outstanding at the end of the financial year	9 695.2360
Class	(USD) B
Number of shares outstanding at the beginning of the financial year	777 906.8220
Number of shares issued	816 013.3930
Number of shares redeemed	–373 813.5030
Number of shares outstanding at the end of the financial year	1 220 106.7120

Particulars on the distribution (per share)

Class	(GBP) A
Number of shares outstanding at the end of the financial year	9 695.2360
Currency	GBP
Undistributed net income on investments at the beginning of the financial year	0.00
Net income on investments	0.11
Net realized gain on yield amortized instruments	0.00
Distributable investment income	0.11
Distribution (Ex Date: 3.12.2007 / Pay Date: 6.12.2007)	0.11
Balance carried forward	0.00

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

China

HKD CHINA COAL ENERGY CO LTD-H	439 000.00	1 306 522.37	0.69
HKD CHINA LIFE INSURAN 'H' CNY1	440 000.00	2 531 130.22	1.34
HKD CHINA MERCHANTS BK 'H' CNY1	856 600.00	3 768 852.38	2.00
HKD CHINA PETROLEUM & 'H' CNY1	2 342 000.00	2 929 857.31	1.55
HKD CHINA SHENHUA ENER 'H' CNY1.00	348 500.00	2 096 814.51	1.11
HKD DATANG INTL POWER 'H' CNY1	840 000.00	966 431.54	0.51
HKD DONGFENG MOTOR GRO 'H' CNY1	2 836 000.00	2 495 555.77	1.32
HKD GUANGZHOU R&F PROP 'H' CNY0.25(POST SUBD)	550 000.00	2 600 573.32	1.38
HKD INDUSTRIAL & COM B 'H' CNY1	4 742 000.00	3 329 648.60	1.76
HKD PARKSON RETAIL GRO HKD0.10	140 500.00	1 268 921.31	0.67
Total China		23 294 307.33	12.33

Hong Kong

HKD BK OF EAST ASIA HKD2.50	332 000.00	1 864 940.25	0.99
HKD CHINA MENGNIU DAIR HKD0.1	323 000.00	1 408 644.96	0.75
HKD CHINA MOBILE LTD HKD0.10	437 000.00	7 167 211.00	3.79
HKD CHINA TRAVEL INTL HKD0.10	1 430 000.00	1 059 361.61	0.56
HKD CHINA UNICOM HKD0.10	856 000.00	1 773 373.27	0.94
HKD CNOOC LTD HKD0.02	2 025 000.00	3 407 285.73	1.80
HKD COSCO PACIFIC HKD0.10	590 000.00	1 869 939.12	0.99
HKD ESPRIT HOLDINGS HKD0.1	248 300.00	3 950 790.73	2.09
HKD HUTCHISON WHAMPOA HKD0.25	235 000.00	2 517 505.72	1.33
HKD NEW WORLD DEVEL CO HKD1	1 276 000.00	3 534 512.19	1.87
HKD SUN HUNG KAI PROP HKD0.50	280 000.00	4 725 738.39	2.50
Total Hong Kong		33 279 302.97	17.61

Indonesia

IDR BK DANAMON IDR50000	1 418 000.00	1 301 841.75	0.69
IDR BK RAKYAT IDR500	3 229 000.00	2 364 533.80	1.25
IDR INDOSAT TBK IDR100	1 650 000.00	1 370 566.82	0.73
IDR TELEKOMUNIKASI IND SER'B' IDR250	1 574 500.00	1 892 945.14	1.00
Total Indonesia		6 929 887.51	3.67

Malaysia

MYR BRIT AMER TOBA(MY) MYR0.50	52 500.00	634 522.41	0.34
MYR BUMIPUTRA-COMMERCE MYR1	819 100.00	2 591 936.71	1.36
MYR GENTING BHD MYR0.10	859 100.00	2 013 712.28	1.07
MYR MEDIA PRIMA BERHAD MYR1	1 035 200.00	864 435.98	0.46
MYR TELEKOM MALAYSIA MYR1	379 400.00	1 078 283.03	0.57
MYR TENAGA NASIONAL BHD MYR1	151 500.00	421 696.45	0.22
Total Malaysia		7 604 586.86	4.02

Philippines

PHP BANCO DE ORO EPCI INC PHP10	1 202 650.00	1 574 358.77	0.83
Total Philippines		1 574 358.77	0.83

Singapore

SGD JARDINE CYCLE & CA SGD1	174 434.00	2 141 443.13	1.13
SGD KEPPEL CORP NPV	143 000.00	1 381 410.79	0.73
SGD KEPPEL LAND LTD SGD0.50	106 000.00	593 767.82	0.31
SGD OLAM INTERNATIONAL SGD0.1	1 834 000.00	3 887 861.00	2.06
SGD SINGAPORE TECH ENG SGD0.10	756 000.00	1 967 785.87	1.04
SGD UTD O/S BANK SGD1	256 000.00	3 795 391.27	2.01
Total Singapore		13 767 659.88	7.28

South Korea

KRW DAEWOO SHIPBUILDIN KRW5000	45 179.00	2 858 399.17	1.51
KRW HANJIN HEAVY IND KRW5000	27 482.00	2 447 448.96	1.29
KRW HYUNDAI DEPT STORE KRW5000	19 363.00	2 327 410.72	1.23
KRW HYUNDAI HEAVY INDS KRW5000	5 108.00	2 361 016.14	1.25
KRW KOOKMIN BANK KRW5000	32 631.00	2 717 021.37	1.44
KRW KOREAN REINSURANCE KRW5000	29 500.00	417 445.21	0.22
KRW KT&G CORPORATION KRW5000	25 007.00	1 953 778.54	1.03
KRW LG ELECTRONICS INC KRW5000	36 914.00	3 448 775.48	1.82
KRW POSCO KRW5000	9 117.00	6 704 628.50	3.56
KRW SAMSUNG ELECTRONIC KRW5000	4 936.00	3 101 349.39	1.64
KRW SAMSUNG ENGINEER KRW5000	23 610.00	3 173 282.95	1.68
KRW SHINHAN FIN GROUP KRW5000	60 903.00	3 979 674.66	2.11
SGD STX PAN OCEAN KRW100	1 380 000.00	3 073 558.51	1.63
Total South Korea		38 563 789.60	20.41

Taiwan

TWD ADVANCED SEMICONDT TWD10 (ASE)	1 941 490.00	2 127 562.58	1.13
TWD ASUSTEK COMPUTER TWD10	1 067 591.00	3 245 026.98	1.72
TWD AU OPTRONICS CORP TWD10	401 568.00	692 040.72	0.37
TWD CATHAY FINL HDG TWD10	940 207.00	2 221 799.89	1.18

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
TWD FORMOSA PLASTIC TWD10	838 000.00	2 359 913.07	1.25
TWD FOXCONN TECH CO TWD10	139 840.00	1 618 033.00	0.86
TWD HON HAI PRECISION TWD10	662 880.00	4 991 535.71	2.63
TWD INNOLUX DISPLAY CO TWD10	326 509.00	1 399 224.34	0.74
TWD MEDIATEK INC TWD10	156 870.00	2 823 458.33	1.49
TWD TAIWAN SEMICON MAN TWD10	1 311 586.00	2 553 395.26	1.35
TWD UNI-PRESIDENT ENT TWD10	1 088 000.00	1 665 187.18	0.88
TWD WISTRON CORP TWD10	536 309.00	968 570.54	0.51
Total Taiwan		26 665 747.60	14.11
Thailand			
THB KASIKORNBANK PLC THB10 (ALIEN MKT)	729 500.00	1 745 724.62	0.92
THB THAI OIL PLC THB10(ALIEN MKT)	760 400.00	1 897 338.47	1.01
USD TOTAL ACCESS COMMU THB2 (ALIEN MKT)	280 000.00	375 200.00	0.20
Total Thailand		4 018 263.09	2.13
Total Bearer shares		155 697 903.61	82.39
Preference shares			
South Korea			
KRW HYUNDAI MOTOR CO 2ND PRF KRW5000	14 370.00	576 276.00	0.30
KRW SAMSUNG ELECTRONIC PFD KRW5000	1 897.00	883 048.65	0.47
Total South Korea		1 459 324.65	0.77
Total Preference shares		1 459 324.65	0.77
Depository receipts			
India			
USD ICICI BK LTD ADR	32 100.00	1 684 929.00	0.89
Total India		1 684 929.00	0.89
South Korea			
USD HYUNDAI MOTOR CO LTD GDR .5NV REG S	18 909.00	382 907.25	0.20
USD KOOKMIN BK NEW SPONSORED ADR	13 400.00	1 101 480.00	0.59
Total South Korea		1 484 387.25	0.79
Taiwan			
USD ASIA CEMENT CORP-GDR	75 708.00	1 305 963.00	0.69
USD AU OPTRONICS CORP SPONSORED ADR	57 147.52	990 366.52	0.52
USD TAIWAN SEMICON MAN ADS REP 5 ORD TWD10	56 518.00	581 005.04	0.31
Total Taiwan		2 877 334.56	1.52
Total Depository receipts		6 046 650.81	3.20
Certificates on shares			
Netherlands			
USD ABN AMRO BANK NV/ASTRA MICROWAVE PRODUCTS LTD EC 06-12.05.08	47 898.00	175 883.00	0.09
USD ABN AMRO BANK NV/HYUNDAI DEPARTMENT STORE CO EC 06-06.05.08	3 000.00	360 596.62	0.19
USD ABN AMRO BANK NV/KOREAN REINSURANCE COMPANY EC 06-06.05.08	25 330.00	358 436.87	0.19
USD ABN AMRO BANK NV/NTPC LIMITED EC 04-30.06.09	267 015.00	1 302 839.79	0.69
USD ABN AMRO BANK NV/TATA CONS IPC EC 04-03.08.07	102 147.00	2 718 995.92	1.44
Total Netherlands		4 916 752.20	2.60
United States			
USD CITIGROUP GLOBAL MKTS INC/JET AIRWAYS IPC 05-20.01.10	39 967.00	918 004.60	0.49
USD CITIGROUP/SUN PHARMA ADVANCED IPC EC 0.00001 20.01.10	55 369.00	1 334 649.14	0.70
Total United States		2 252 653.74	1.19
Total Certificates on shares		7 169 405.94	3.79
Total Transferable securities and money market instruments listed on an official stock exchange		170 373 285.01	90.15
Derivative instruments listed on an official stock exchange			
Warrants on shares			
Ireland			
USD MORGAN STANLEY/BHARTI AIRTEL CALL WARRANT 0.0001 06-29.05.09	109 968.00	2 616 441.85	1.38
Total Ireland		2 616 441.85	1.38
Luxembourg			
USD MERRILL LYNCH/RELIANCE-144A-REGS LEPO WARRANT 06-20.09.11	37 061.00	1 463 564.62	0.77
USD MERRILL LYNCH/UNITED SPIRITS CALL WARRA 0.00001 06-05.10.11	50 906.00	2 237 828.27	1.19
Total Luxembourg		3 701 392.89	1.96

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Netherlands Antilles			
USD MERRILL L/JAIPRAKASH ASSOC CALL WARRANT 0.000001 05-01.07.10	59 493.00	1 602 540.32	0.85
USD ML/RELIANCE INDUSTRIES CALL WARRANT 0.000001 04-15.07.09	46 890.00	2 686 622.46	1.42
Total Netherlands Antilles		4 289 162.78	2.27
United States			
USD GS/UNION BANK OF INDIA CALL WARRANT 0.00010 07-29.12.08	222 800.00	889 294.77	0.47
USD MERRILL L/CICI BK CALL LEPO WARRANT 0.000001 04-27.01.09	39 298.00	1 037 799.30	0.55
USD MERRILL LYNCH/BHARAT HEAVY CALL WARRANT 0.000001 05-01.09.10	42 345.00	2 172 684.03	1.15
Total United States		4 099 778.10	2.17
Total Warrants on shares		14 706 775.62	7.78
Total Derivative instruments listed on an official stock exchange		14 706 775.62	7.78
Total investments in securities		185 080 060.63	97.93
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 660 434.54	1.41
Bank overdraft and other short-term liabilities		-274.22	0.00
Other assets and liabilities		1 253 818.07	0.66
Total net assets		188 994 039.02	100.00

UBS (Lux) Key Selection Sicav – EUR Bonds

Annual Report as of 30 September 2007

Most important figures

Date	ISIN	30.9.2007	30.9.2006
Net assets in EUR		28 801 046.71	32 848 470.95
Class A¹	LU0236485982		
Shares outstanding		95 138.9580	96 779.5380
Net asset value per share in EUR		98.16	101.59
Class B¹	LU0235997086		
Shares outstanding		196 094.4090	226 554.4940
Net asset value per share in EUR		99.25	101.59

¹ Initial subscription: 24.4.2006

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Germany	27.76	Countries & central governments	46.95
France	24.00	Finance & holding companies	15.30
United States	12.70	Banks & credit institutions	11.41
Netherlands	7.87	Miscellaneous unclassified companies	9.87
United Kingdom	3.64	Miscellaneous services	2.53
Luxembourg	2.90	Supranational organisations	2.48
Austria	2.85	Investment funds & pension foundations	2.31
Cayman Islands	2.75	Mortgage & funding institutions	1.78
Supranationals	2.48	Telecommunications	0.86
Ireland	1.79	Issuance Centres	0.84
Greece	1.71	Energy & water supply	0.53
Belgium	1.50	Real estate	0.43
Sweden	1.28	Total	95.29
Jersey	0.74		
Australia	0.68		
Guernsey	0.64		
Total	95.29		

Report of the Portfolio Manager

During the year under review (from 1 October 2006 until 30 September 2007), the European bond market lost some ground on the back of rising yields. The yield on the 5-year benchmark rate rose from 3.63% to 4.16%, while the yield on the 10-year government bond rose from 3.71% to 4.33%.

In the year under review, the subfund underperformed its benchmark (the Lehman Euro Aggregate 500 mio+). As a result of the strong economic situation worldwide and particularly in Euroland, we kept the duration, i.e. the portfolio's weighted average residual term to maturity, mostly shorter than that of its benchmark.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	29 031 253.69
Investments in securities, unrealized appreciation (depreciation)	-1 584 811.00
Total investments in securities (Note 1)	27 446 442.69
Cash at banks, deposits on demand and deposit accounts	717 672.71
Other liquid assets (Margins)	205 437.43
Receivable on subscriptions	55 372.80
Interest receivable on securities	551 534.82
Interest receivable on liquid assets	469.98
Unrealized gain (loss) on financial futures (Note 1)	-38 248.60
Unrealized gain (loss) on options, futures-styled	-5 250.00
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	85 953.36
Unrealized gain (loss) on swaps (Note 1)	1 138.24
Total Assets	29 020 523.43
Liabilities	
Bank overdraft	-71 589.39
Other short-term liabilities (Margins)	-8 938.10
Interest payable on bank overdraft	-192.47
Payable on securities purchases (Note 1)	-49 935.50
Payable on redemptions	-70 027.51
Provisions for all-in fee (Note 2)	-15 276.65
Provisions for taxe d'abonnement (Note 3)	-3 517.10
Total provisions	-18 793.75
Total Liabilities	-219 476.72
Net assets at the end of the financial year	28 801 046.71

Statement of Operations

	EUR
Income	1.10.2006–30.9.2007
Interest on liquid assets	47 634.82
Interest on securities	1 476 117.44
Interest received on swaps (Note 1)	9 805.28
Income on securities lending (Note 4)	5 404.03
Total income	1 538 961.57
Expenses	
Interest paid on swaps (Note 1)	-5 061.17
All-in fee (Note 2)	-371 327.33
Taxe d'abonnement (Note 3)	-17 199.02
Interest on liquid assets and bank overdraft	-11 578.09
Total expenses	-405 165.61
Net income on investments	1 133 795.96
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	-274 467.81
Realized gain (loss) on options	39 175.68
Realized gain (loss) on financial futures	-23 481.52
Realized gain (loss) on options, futures-styled	26 685.00
Realized gain (loss) on forward foreign exchange contracts	38 095.11
Realized gain (loss) on swaps	45 393.04
Total realized gain (loss) on investments	-148 600.50
Realized gain (loss) on foreign exchange	-6 807.98
Total realized gain (loss)	-155 408.48
Net realized gain (loss) of the financial year	978 387.48
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-1 896 822.62
Unrealized appreciation (depreciation) on financial futures	10 025.39
Unrealized appreciation (depreciation) on options, futures-styled	-5 250.00
Unrealized appreciation (depreciation) on forward foreign exchange contracts	110 478.84
Unrealized appreciation (depreciation) on swaps	-1 785.68
Total changes in unrealized appreciation (depreciation)	-1 783 354.07
Net increase (decrease) in net assets as a result of operations	-804 966.59

Statement of Changes in Net Assets

	EUR
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	32 848 470.95
Subscriptions	17 886 757.13
Redemptions	-21 016 425.36
Total net subscriptions (redemptions)	-3 129 668.23
Dividend paid	-112 789.42
Net income on investments	1 133 795.96
Total realized gain (loss)	-155 408.48
Total changes in unrealized appreciation (depreciation)	-1 783 354.07
Net increase (decrease) in net assets as a result of operations	-804 966.59
Net assets at the end of the financial year	28 801 046.71

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	A
Number of shares outstanding at the beginning of the financial year	96 779.5380
Number of shares issued	15 541.0290
Number of shares redeemed	-17 181.6090
Number of shares outstanding at the end of the financial year	95 138.9580
Class	B
Number of shares outstanding at the beginning of the financial year	226 554.4940
Number of shares issued	160 953.8480
Number of shares redeemed	-191 413.9330
Number of shares outstanding at the end of the financial year	196 094.4090

Particulars on the distribution (per share)

Class	A
Number of shares outstanding at the end of the financial year	95 138.9580
Currency	EUR
Undistributed net income on investments at the beginning of the financial year	0.00
Net income on investments	3.14
Net realized gain on yield amortized instruments	0.00
Distributable investment income	3.14
Distribution (Ex Date: 3.12.2007 / Pay Date: 6.12.2007)	3.14
Balance carried forward	0.00

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Asset Backed Securities, floating rate

EUR				
EUR	GSC EUROPEAN CDO SA-REG-S 3M EURIBOR+340BP 06-15.12.22	200 000.00	170 100.00	0.59
Total EUR			170 100.00	0.59
USD				
USD	DUKE FUNDING LTD-REG-S-SUB 3M LIBOR+125BP 06-03.07.50	250 000.00	113 542.35	0.40
USD	SAGITTARIUS CDO LTD-REG-S-SUB 1M LIBOR+210BP 07-10.12.51	250 000.00	85 101.58	0.30
USD	TABERNA PREFERRED FG LTD-144A-SUB 3M LIBOR+145BP 06-05.08.36	250 000.00	70 316.07	0.24
USD	TRIMARAN CLO LTD-REG-S-SUB 3M LIBOR+375BP 06-01.11.18	200 000.00	107 822.66	0.37
Total USD			376 782.66	1.31
Total Asset Backed Securities, floating rate			546 882.66	1.90

Mortgage Backed Securities, floating rate

EUR				
EUR	ARKLE MASTER ISSUER PLC-REG-S 3M EURIBOR+35BP 06-17.02.52	250 000.00	247 125.00	0.86
EUR	BELUGA MASTER ISSUER BV-REG-S 3M EURIBOR+25BP 06-28.04.99	500 000.00	476 600.00	1.65
EUR	CRUSADE EURO TRUST-REG-S-SUB 3M EURIBOR+9BP 06-16.02.38	250 000.00	194 887.19	0.68
EUR	DELPHINUS BV-REG-S-SUB 3M EURIBOR+22BP 06-28.09.2096	500 000.00	485 871.00	1.69
EUR	HOLLAND EURO-DENOMINATD-REG-S-SUB 3M EURIBOR+5BP 07-18.08.39	250 000.00	215 701.06	0.75
Total EUR			1 620 184.25	5.63
Total Mortgage Backed Securities, floating rate			1 620 184.25	5.63

Notes, floating rate

EUR				
EUR	BARCLAYS BANK PLC-SUB 7.50000%/FLR 00-XX	250 000.00	266 276.00	0.92
Total EUR			266 276.00	0.92
Total Notes, floating rate			266 276.00	0.92

Medium term notes, fixed rate

EUR				
EUR	AUSTRIA, REPUBLIC OF 4.00000% 05-15.09.16	600 000.00	583 033.20	2.02
EUR	CITIGROUP INC 4.37500% 07-30.01.17	750 000.00	709 012.28	2.46
EUR	COMPAGNIE DE FINANCEMENT FONCIER 3.87500% 06-25.04.55	250 000.00	203 475.12	0.71
EUR	E.ON INTERNATIONAL FINANCE BV 5.12500% 07-02.10.12	50 000.00	50 380.75	0.17
EUR	EUROPEAN INVESTMENT BANK 4.75000% 07-02.02.37	750 000.00	715 335.00	2.48
EUR	HSBC FINANCE CORP 3.75000% 05-04.11.15	500 000.00	456 678.65	1.59
EUR	HSBC FINANCE CORP 6.50000% 02-05.05.09	500 000.00	512 825.00	1.78
EUR	HYPO ALPE-ADRIA-BANK INTERNATIONAL AG 4.25000% 06-31.10.16	250 000.00	236 755.00	0.82
EUR	LANDESBANK HESSEN-THUERINGEN GIRO 5.05000% 07-03.07.17	300 000.00	297 949.49	1.03
EUR	RODAMCO SVERIGE AB 4.12500% 06-21.04.11	125 000.00	122 414.72	0.43
EUR	SHELL INTERNATIONAL FINANCE BV 4.62500% 07-22.05.17	200 000.00	196 360.90	0.68
EUR	SLM CORP 3.12500% 05-17.09.12	200 000.00	166 081.76	0.58
EUR	TELEFON AB L M ERICSSON 5.37500% 07-27.06.17	250 000.00	246 965.64	0.86
EUR	VEOLIA ENVIRONNEMENT 6.12500% 03-25.11.33	150 000.00	152 500.50	0.53
Total EUR			4 649 768.01	16.14
Total Medium term notes, fixed rate			4 649 768.01	16.14

Medium term notes, floating rate

EUR				
EUR	BANK OF AMERICA CORP 3M EURIBOR+15BP 07-05.02.14	500 000.00	490 407.50	1.69
EUR	FORTIS BANK SA/NV 3M EURIBOR+25BP 07-17.01.17	250 000.00	244 030.70	0.85
EUR	GETIN FINANCE PLC VAR 07-13.05.09	300 000.00	292 500.00	1.02
EUR	IKB DEUTSCHE INDUSTRIEBANK AG 3M EURIBOR+7.5BP 05-04.02.08	100 000.00	99 535.41	0.35
EUR	OLD MUTUAL PLC 4.50000%/6M EURIBOR+96BP-SUB 07-18.01.17	250 000.00	242 993.00	0.84
Total EUR			1 369 466.61	4.75
Total Medium term notes, floating rate			1 369 466.61	4.75

Bonds, fixed rate

EUR				
EUR	ABB INTERNATIONAL FINANCE LTD 6.50000% 03-30.11.11	175 000.00	185 647.87	0.64
EUR	BARRY CALLEBAUT SERVICES NV 6.00000% 07-13.07.17	200 000.00	188 714.66	0.66
EUR	CEMEX FINANCE EUROPE BV 4.75000% 07-05.03.14	150 000.00	141 802.46	0.49
EUR	FRANCE, REPUBLIC OF-OAT 4.00000% 06-25.10.38	500 000.00	446 986.00	1.55
EUR	GERMAN POSTAL PENSIONS SEC 4.25000% 06-18.01.17	200 000.00	194 339.38	0.67
EUR	GERMANY, REPUBLIC OF 3.50000% 05-04.01.16	1 000 000.00	945 630.20	3.28

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
EUR GERMANY, REPUBLIC OF 4.00000% 05-04.01.37	4 250 000.00	3 857 178.88	13.40
EUR GERMANY, REPUBLIC OF 4.00000% 06-04.07.16	1 000 000.00	978 673.80	3.40
EUR GERMANY, REPUBLIC OF 4.25000% 07-04.07.17	1 000 000.00	993 800.40	3.45
EUR GERMANY, REPUBLIC OF 5.00000% 02-04.01.12	500 000.00	515 862.00	1.79
EUR GERMANY, REPUBLIC OF 6.50000% 97-04.07.27	250 000.00	311 096.25	1.08
EUR GREECE, HELLENIC REPUBLIC OF 3.90000% 20.08.11	500 000.00	492 608.50	1.71
EUR UNEDIC 3.00000% 05-02.02.10	750 000.00	728 669.55	2.53
Total EUR		9 981 009.95	34.65
Total Bonds, fixed rate		9 981 009.95	34.65
Bonds, floating rate			
EUR			
EUR BAWAG CAPITAL FUND 8.76500%/3M EURIBOR+470BP 00-XX	200 000.00	211 773.02	0.74
EUR GOLDMAN SACHS GROUP INC 3M EURIBOR+35BP 06-23.05.16	250 000.00	242 723.75	0.84
Total EUR		454 496.77	1.58
Total Bonds, floating rate		454 496.77	1.58
Treasury notes, fixed rate			
EUR			
EUR FRANCE, REPUBLIC OF-BTAN 3.50000% 04-12.07.09	1 500 000.00	1 485 385.95	5.16
EUR FRANCE, REPUBLIC OF-BTAN 3.75000% 07-12.01.12	1 000 000.00	982 303.40	3.41
Total EUR		2 467 689.35	8.57
Total Treasury notes, fixed rate		2 467 689.35	8.57
Total Transferable securities and money market instruments listed on an official stock exchange		21 355 773.60	74.14
Transferable securities and money market instruments traded on another regulated market			
Asset Backed Securities, floating rate			
USD			
USD MENTON CDO 2 PLC-REG-S 3M LIBOR+715BP 06-28.11.56	100 000.00	67 433.12	0.23
Total USD		67 433.12	0.23
Total Asset Backed Securities, floating rate		67 433.12	0.23
Medium term notes, fixed rate			
EUR			
EUR CAISSE D'AMORTIS DE LA DETTE SOCIALE 4.07000% 06-02.08.11	1 000 000.00	983 500.00	3.41
Total EUR		983 500.00	3.41
Total Medium term notes, fixed rate		983 500.00	3.41
Bonds, fixed rate			
USD			
USD NISSAN MOTOR ACCEPTANCE CORP-REG-S 5.62500% 06-14.03.11	750 000.00	529 852.49	1.84
Total USD		529 852.49	1.84
Total Bonds, fixed rate		529 852.49	1.84
Treasury notes, fixed rate			
EUR			
EUR FRANCE, REPUBLIC OF-BTAN 3.00000% 06-12.01.11	2 000 000.00	1 929 590.60	6.71
Total EUR		1 929 590.60	6.71
Total Treasury notes, fixed rate		1 929 590.60	6.71
Total Transferable securities and money market instruments traded on another regulated market		3 510 376.21	12.19
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Asset Backed Securities, floating rate			
EUR			
EUR ARES EURO CLO BV-REG-S 6M EURIBOR+150BP 07-15.05.24	250 000.00	248 750.00	0.87
EUR AVOCA CLO 6M EURIBOR+135BP 06-16.01.23	200 000.00	163 720.00	0.57
EUR EUROCREDIT CDO-REG-S 6M EURIBOR+335BP 06-16.01.22	100 000.00	75 820.00	0.26

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
EUR MERCATOR CLO PLC-REG-S 3M EURIBOR+210BP 07-15.10.24	100 000.00	84 750.00	0.29
EUR PULS CDO PLC-REG-S-SUB 3M EURIBOR+100BP 07-24.07.16	100 000.00	92 770.00	0.32
Total EUR		665 810.00	2.31
USD			
USD FORTIUS FUNDING LTD-REG-S-SUB FLR 06-03.02.42	150 000.00	961.18	0.00
USD GALENA CDO CAYMAN ISLANDS LTD-REG-S FLR 07-07.04.17	250 000.00	153 786.52	0.53
USD HEWETT'S ISLAND CDO LTD-REG-S-SUB 3M LIBOR+225BP 07-09.06.19	100 000.00	60 681.93	0.21
USD IXIS ABS CDO LTD-SUB 3M LIBOR+600BP 06-12.12.46	200 000.00	42 189.64	0.15
USD SATURN CLO LTD-REG-S 3M LIBOR+385BP 07-15.05.22	100 000.00	53 722.89	0.19
Total USD		311 342.16	1.08
Total Asset Backed Securities, floating rate		977 152.16	3.39
Mortgage Backed Securities, floating rate			
EUR			
EUR GROSVENOR PLACE CLO BV-REG-S 6M EURIBOR+60BP 07-28.03.23	300 000.00	286 440.00	0.99
Total EUR		286 440.00	0.99
Total Mortgage Backed Securities, floating rate		286 440.00	0.99
Medium term notes, fixed rate			
EUR			
EUR WELLS FARGO & CO 4.00000% 06-17.05.11	500 000.00	488 198.10	1.70
Total EUR		488 198.10	1.70
Total Medium term notes, fixed rate		488 198.10	1.70
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		1 751 790.26	6.08
Recently issued transferable securities and money market instruments			
Asset Backed Securities, floating rate			
USD			
USD GLOBAL LEVERAGED CAP-144A-REG-S 3M LIBOR+60BP 06-20.10.18	250 000.00	163 572.76	0.57
Total USD		163 572.76	0.57
Total Asset Backed Securities, floating rate		163 572.76	0.57
Total Recently issued transferable securities and money market instruments		163 572.76	0.57
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) IF-EMERGING MARKETS BONDS XA	7 000.00	664 929.86	2.31
Total Luxembourg		664 929.86	2.31
Total Investment certificates, open end		664 929.86	2.31
Total UCITS in accordance with Article 41 (1) e		664 929.86	2.31
Total investments in securities		27 446 442.69	95.29

Derivative instruments

Derivative instruments listed on an official stock exchange

Options on bond futures, futures-styled

EUR EURO-BUND FUTURE CALL 115.50000 DEC 07 23.11.07	150.00	-5 250.00	-0.02
Total Options on bond futures, futures-styled		-5 250.00	-0.02

Financial Futures on bonds

CHF SWISS 10 YEARS FEDERAL BOND FUTURE 06.12.07	-28.00	2 359.52	0.00
JPY JAPANESE GOVERNMENT 10Y BOND MINI FUTURE 10.12.07	-13.00	-1 033.21	0.00
USD US 10YR TREASURY NOTE FUTURE 19.12.07	-20.00	-7 031.61	-0.02
USD US 2YR TREASURY NOTE FUTURE 31.12.07	-35.00	-21 534.44	-0.07
Total Financial Futures on bonds		-27 239.74	-0.09

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Financial Futures on interest rates			
USD 90 DAY EURO DOLLAR FUTURE 15.09.08	-50.00	-21 973.77	-0.08
USD 90 DAY EURO DOLLAR FUTURE 14.09.09	25.00	3 515.80	0.01
USD 90 DAY EURO DOLLAR FUTURE 15.10.07	25.00	12 195.44	0.05
USD US 30YR IRS FUTURE 17.12.07	6.00	-4 746.33	-0.02
Total Financial Futures on interest rates		-11 008.86	-0.04
Total Derivative instruments listed on an official stock exchange		-43 498.60	-0.15
Derivative instruments not listed on an official stock exchange and not traded on another regulated market			
Swaps and forward swaps on interest rates			
CHF UBS LDN/INTEREST RATE SWAP PAYER 6M LIBOR 07-25.09.17			
CHF UBS LDN/INTEREST RATE SWAP REC 3.46500% 07-25.09.17	-1 000 000.00	-1 102.33	0.00
Total Swaps and forward swaps on interest rates		-1 102.33	0.00
Credit default swaps			
EUR DEUTSCHE BANK/DAIMLER CHRYSLER CDS PAYER DEF 06-20.12.07			
EUR DEUTSCHE BANK/DAIMLER CHRYSLER CDS REC 0.18000% 06-20.12.07	-1 000 000.00	111.55	0.00
EUR BARCLAYS/BOMBARDIER INC CDS PAYER DEFAULT 06-20.12.07			
EUR BARCLAYS/BOMBARDIER INC CDS REC 0.52000% 06-20.12.07	-500 000.00	113.83	0.00
USD DEUTSCHE BANK/NISSAN MOTOR CDS PAYER 0.13500% 07-20.03.11			
USD DEUTSCHE BANK/NISSAN MOTOR CDS REC DEFAULT 07-20.03.11	-750 000.00	532.87	0.00
EUR BARCLAYS/IKB DEUTSCHE INDUSTRI CDS PAYER DEFAULT 07-20.09.08			
EUR BARCLAYS/IKB DEUTSCHE INDUSTRIE CDS REC 1.25000% 07-20.09.08	-500 000.00	-1 115.85	0.00
EUR GOLDMAN SA/COUNTRYWID HOME LOA CDS PAYER DEFAULT 07-20.09.08			
EUR GOLDMAN SA/COUNTRYWID HOME LOAN CDS REC 5.50000% 07-20.09.08	-500 000.00	2 598.17	0.00
Total Credit default swaps		2 240.57	0.00
Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market		1 138.24	0.00
Total Derivative instruments		-42 360.36	-0.15
Forward Foreign Exchange contracts			
Forward Foreign Exchange contracts (Purchase/Sale)			
CHF 1 425 000.00	EUR 881 485.10	23.11.2007	-21 216.73
JPY 95 000 000.00	EUR 620 375.75	26.11.2007	-36 172.87
EUR 2 809 217.19	USD 3 800 000.00	23.11.2007	139 253.15
EUR 308 590.54	CHF 500 000.00	23.11.2007	6 746.46
USD 150 000.00	EUR 108 031.80	23.11.2007	-2 656.65
Total Forward Foreign Exchange contracts (Purchase/Sale)			85 953.36
Total Forward Foreign Exchange contracts (Purchase/Sale)			0.30
Cash at banks, deposits on demand and deposit accounts and other liquid assets		923 110.14	3.21
Bank overdraft and other short-term liabilities		-80 527.49	-0.28
Other assets and liabilities		468 428.37	1.63
Total net assets		28 801 046.71	100.00

UBS (Lux) Key Selection Sicav

– Euro Countries Equities

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in EUR		960 241 835.18	1 841 143 853.28	1 820 053 003.96
Class (EUR) B	LU0153925846			
Shares outstanding		47 318 036.0070	101 711 219.5900	115 483 191.5420
Net asset value per share in EUR		20.29	18.10	15.76
Class (EUR) BG	LU0176551835			
Shares outstanding		N/A	N/A	1 003.9870
Net asset value per share in EUR		N/A	N/A	13.16

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
France	28.67	Banks & credit institutions	23.32
Germany	25.22	Telecommunications	14.09
Netherlands	15.34	Insurance	9.95
Italy	8.44	Petroleum	8.18
Finland	6.60	Energy & water supply	6.00
Ireland	5.09	Vehicles	5.07
Spain	4.66	Retail trade, department stores	4.74
Luxembourg	2.48	Various capital goods	4.59
Belgium	2.12	Building industry & materials	3.97
Greece	0.81	Pharmaceuticals, cosmetics & medical products	3.51
Total	99.43	Traffic & transportation	3.20
		Electronics & semiconductors	3.07
		Miscellaneous consumer goods	1.85
		Lodging, catering & leisure	1.58
		Forestry, paper & pulp products	1.53
		Investment funds & pension foundations	1.22
		Graphic design, publishing & media	0.76
		Real estate	0.76
		Tobacco & alcohol	0.68
		Miscellaneous unclassified companies	0.47
		Mechanical engineering & industrial equipment	0.43
		Miscellaneous services	0.35
		Internet, software & IT services	0.11
		Total	99.43

Report of the Portfolio Manager

During the year under review (from 1 October 2006 until 30 September 2007), European equity markets showed positive returns, even though they saw a correction in May and July. Euro Countries equities began the month of July with an increasing volatility that continued into mid-August. Strong 2nd quarter earnings fought against credit market uncertainty and concerns about subprime losses for the financial sector. A tightening of liquidity in the financial markets caused the US Federal Reserve to inject a record USD 38 billion, the largest amount of liquidity pumped into the system since the days following 11 September 2001.

In the year under review the subfund underperformed its benchmark, the MSCI EMU (r), due to the overweight in financials, the underweight in materials and underperforming overweight positions in financials such as Irish Life, Aegon, ING and Bank of Ireland. Our largest active positions in the portfolio are France Télécom, Suez and Nokia.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	760 816 514.94
Investments in securities, unrealized appreciation (depreciation)	193 906 752.09
Total investments in securities (Note 1)	954 723 267.03
Receivable on securities sales (Note 1)	5 069 397.59
Receivable on subscriptions	947 867.82
Interest receivable on liquid assets	8 498.34
Receivable on dividends	145 395.58
Other receivables	2 515 864.58
Total Assets	963 410 290.94
Liabilities	
Bank overdraft	-352 060.62
Payable on redemptions	-2 032 244.69
Provisions for all-in fee (Note 2)	-660 563.26
Provisions for taxe d'abonnement (Note 3)	-123 587.19
Total provisions	-784 150.45
Total Liabilities	-3 168 455.76
Net assets at the end of the financial year	960 241 835.18

Statement of Operations

	EUR
Income	1.10.2006–30.9.2007
Interest on liquid assets	972 554.21
Dividends	26 385 190.18
Income on securities lending (Note 4)	2 133 801.52
Total income	29 491 545.91
Expenses	
All-in fee (Note 2)	-28 438 140.68
Taxe d'abonnement (Note 3)	-661 478.91
Interest on liquid assets and bank overdraft	-339 916.47
Total expenses	-29 439 536.06
Net income on investments	52 009.85
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	424 824 015.66
Realized gain (loss) on financial futures	1 018 541.74
Total realized gain (loss) on investments	425 842 557.40
Total realized gain (loss)	425 842 557.40
Net realized gain (loss) of the financial year	425 894 567.25
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-230 007 224.74
Unrealized appreciation (depreciation) on financial futures	-188 800.00
Total changes in unrealized appreciation (depreciation)	-230 196 024.74
Net increase (decrease) in net assets as a result of operations	195 698 542.51

Statement of Changes in Net Assets

	EUR
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	1 841 143 853.28
Subscriptions	335 230 453.00
Redemptions	-1 411 831 013.61
Total net subscriptions (redemptions)	-1 076 600 560.61
Net income on investments	52 009.85
Total realized gain (loss)	425 842 557.40
Total changes in unrealized appreciation (depreciation)	-230 196 024.74
Net increase (decrease) in net assets as a result of operations	195 698 542.51
Net assets at the end of the financial year	960 241 835.18

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	101 711 219.5900
Number of shares issued	17 622 918.3330
Number of shares redeemed	-72 016 101.9160
Number of shares outstanding at the end of the financial year	47 318 036.0070

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Belgium			
EUR FORTIS UNIT(FORTIS SA/NV NPV/0.42)	542 560.00	11 203 864.00	1.17
EUR MOBISTAR NPV	116 033.00	7 118 624.55	0.74
Total Belgium		18 322 488.55	1.91
Finland			
EUR NOKIA OYJ EURO.06	1 827 423.00	48 719 097.18	5.07
EUR STORA ENSO OYJ NPV SER'R'	1 074 310.00	14 675 074.60	1.53
Total Finland		63 394 171.78	6.60
France			
EUR AIR FRANCE-KLM EUR8.50	199 056.00	5 129 673.12	0.53
EUR AXA EUR2.29	903 067.00	28 338 242.46	2.95
EUR BNP PARIBAS EUR2	345 281.00	26 496 863.94	2.76
EUR BOUYGUES EUR1	234 931.00	14 210 976.19	1.48
EUR CARREFOUR EUR2.50	154 823.00	7 606 453.99	0.79
EUR FRANCE TELECOM EUR4	1 540 429.00	36 184 677.21	3.77
EUR LAFARGE EUR4	110 408.00	11 995 829.20	1.25
EUR PPR EUR4	144 097.00	19 012 158.18	1.98
EUR PUBLICIS GROUPE SA EURO.40	253 997.00	7 325 273.48	0.76
EUR SANOFI-AVENTIS EUR2	211 374.00	12 551 388.12	1.31
EUR SOC GENERALE EUR1.25	100 080.00	11 777 414.40	1.23
EUR SUEZ EUR2	776 028.00	32 049 956.40	3.34
EUR TOTAL EUR2.5 (POST SUBDIVISION)	908 742.00	51 816 468.84	5.40
EUR UNIBAIL-RODAMCO EUR5	40 341.00	7 281 147.09	0.76
EUR VIVENDI SA EUR5.50	112 788.00	3 338 524.80	0.35
Total France		275 115 047.42	28.66
Germany			
EUR BAYER MOTOREN WERK EUR1	304 859.00	13 788 772.57	1.44
EUR E.ON AG NPV	196 890.00	25 528 757.40	2.66
EUR FRESENIUS MED CARE NPV	316 345.00	11 790 178.15	1.23
EUR GERRESHEIMER GROUP NPV (BR)	351 915.00	13 284 791.25	1.38
EUR HEIDELBERGER DRUCK ORD NPV	134 097.00	4 114 095.96	0.43
EUR IKB DT INDUSTRIEBK ORD NPV	138 537.00	1 938 132.63	0.20
EUR METRO AG ORD NPV	172 723.00	10 940 274.82	1.14
Total Germany		81 385 002.78	8.48
Greece			
EUR ALPHA BANK EUR3.90(CR)	320 180.00	7 825 199.20	0.81
Total Greece		7 825 199.20	0.81
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	1 139 635.00	14 815 255.00	1.54
EUR CRH ORD EURO.32(DUBLIN LISTING)	429 502.00	11 961 630.70	1.25
EUR IRISH LIFE & PERM ORD EURO.32	1 132 087.00	17 637 915.46	1.83
EUR SMURFIT KAPPA GRP ORD EURO.001	278 143.00	4 508 698.03	0.47
Total Ireland		48 923 499.19	5.09
Italy			
EUR AUTOGRILL SPA EURO.52	466 090.00	6 293 613.27	0.66
EUR BANCO POPOLARE EUR3.60	714 566.00	11 202 251.18	1.17
EUR ENI EUR1	1 028 654.00	26 734 717.46	2.77
EUR FIAT SPA EUR5	602 146.00	12 741 409.36	1.33
EUR INTESA SANPAOLO	4 451 602.00	24 100 973.23	2.51
Total Italy		81 072 964.50	8.44
Netherlands			
EUR ABN-AMRO HLDGS NV EURO.56	858 188.00	31 710 046.60	3.31
EUR AEGON NV	1 429 006.00	19 191 550.58	2.00
EUR AHOLD(KON)NV EURO.30	755 140.00	8 004 484.00	0.83
EUR ASML HOLDING NV EURO.02	993 837.00	23 106 710.25	2.41
EUR HEINEKEN NV EUR1.60	142 001.00	6 534 886.02	0.68
EUR KON KPN NV EURO.24	1 446 230.00	17 600 619.10	1.83
EUR ORDINA NV EURO.10	85 064.00	1 104 130.72	0.11
EUR TNT NV EURO.48	401 397.00	11 801 071.80	1.23
Total Netherlands		119 053 499.07	12.40
Spain			
EUR TELEFONICA SA EUR1	693 381.00	13 611 069.03	1.42
Total Spain		13 611 069.03	1.42
Total Bearer shares		708 702 941.52	73.81

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	907 514.00	28 250 910.82	2.94
Total Netherlands		28 250 910.82	2.94
Total Other shares		28 250 910.82	2.94
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	492 028.00	17 757 290.52	1.85
Total Germany		17 757 290.52	1.85
Total Preference shares		17 757 290.52	1.85
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	185 101.00	30 328 798.85	3.16
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	313 134.00	22 119 785.76	2.30
EUR DEUTSCHE BANK AG NPV(REGD)	180 322.00	16 297 502.36	1.70
EUR DEUTSCHE LUFTHANSA ORD NPV (REGD)(VINK)	250 467.00	5 051 919.39	0.53
EUR DEUTSCHE POST AG NPV(REGD)	427 631.00	8 723 672.40	0.91
EUR DT POSTBANK AG NPV(REGD)	100 400.00	5 169 596.00	0.54
EUR INFINEON TECHNOLOG ORD NPV (REGD)	525 887.00	6 357 973.83	0.66
EUR SIEMENS AG NPV(REGD)	319 287.00	30 785 652.54	3.20
EUR STADA ARZNEIMITTEL NPV(REGD) (VINKULIERT)	205 229.00	9 385 122.17	0.98
EUR TUI AG NPV (REGD)	469 543.00	8 846 190.12	0.92
Total Germany		143 066 213.42	14.90
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	2 285 148.00	31 146 567.24	3.24
Total Spain		31 146 567.24	3.24
Total Registered shares		174 212 780.66	18.14
Depository receipts			
Luxembourg			
EUR SES S.A. FDR EACH REP 1 'A' NPV	731 327.00	12 088 835.31	1.26
Total Luxembourg		12 088 835.31	1.26
Total Depository receipts		12 088 835.31	1.26
Other securities and rights			
Belgium			
EUR FORTIS RIGHTS 09.10.07	542 560.00	2 018 323.20	0.21
Total Belgium		2 018 323.20	0.21
Total Other securities and rights		2 018 323.20	0.21
Total Transferable securities and money market instruments listed on an official stock exchange		943 031 082.03	98.21
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
EUR UBS (LUX) EQUITY SICAV – SMALL CAPS EUROPE (EUR) B	55 500.00	11 692 185.00	1.22
Total Luxembourg		11 692 185.00	1.22
Total Investment certificates, open end		11 692 185.00	1.22
Total UCITS in accordance with Article 41 (1) e		11 692 185.00	1.22
Total investments in securities		954 723 267.03	99.43
Bank overdraft and other short-term liabilities		-352 060.62	-0.04
Other assets and liabilities		5 870 628.77	0.61
Total net assets		960 241 835.18	100.00

UBS (Lux) Key Selection Sicav – European Equities

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in EUR		299 180 469.86	66 744 867.94	91 879 889.90
Class (EUR) B	LU0153925689			
Shares outstanding		16 722 416.9230	4 035 242.8000	6 270 619.3110
Net asset value per share in EUR		17.89	16.54	14.65
Class (EUR) BG	LU0176551595			
Shares outstanding		N/A	N/A	0.0000
Net asset value per share in EUR		N/A	N/A	N/A

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United Kingdom	31.55	Banks & credit institutions	23.03
France	15.53	Telecommunications	15.30
Switzerland	11.62	Petroleum	11.43
Netherlands	10.99	Pharmaceuticals, cosmetics & medical products	10.98
Germany	10.45	Insurance	9.99
Finland	3.64	Retail trade, department stores	4.72
Sweden	3.62	Energy & water supply	3.38
Ireland	2.70	Traffic & transportation	2.79
Italy	2.57	Building industry & materials	2.32
Spain	2.42	Miscellaneous consumer goods	2.23
Greece	1.27	Forestry, paper & pulp products	2.20
Denmark	1.16	Food & soft drinks	1.82
Norway	0.86	Various capital goods	1.73
Austria	0.40	Vehicles	1.55
Belgium	0.10	Real estate	0.77
Total	98.88	Computer hardware & network equipment providers	0.70
		Tobacco & alcohol	0.69
		Electrical devices & components	0.55
		Aerospace industry	0.51
		Electronics & semiconductors	0.51
		Lodging, catering & leisure	0.50
		Internet, software & IT services	0.44
		Miscellaneous unclassified companies	0.38
		Graphic design, publishing & media	0.36
		Total	98.88

Report of the Portfolio Manager

For the year under review (from 1 October 2006 until 30 September 2007), European equity markets showed positive returns, even though they saw a correction in May and July. European equities began the month of July with an increasing volatility that continued into mid-August. Strong 2nd quarter earnings fought against credit market uncertainty and concerns about subprime losses for the financial sector. A tightening of liquidity in the financial markets caused the US Federal Reserve to inject a record USD 38 billion, the largest amount of liquidity pumped into the system since the days following 11 September 2001.

In the year under review, the subfund underperformed its benchmark, MSCI Europe (r), mainly due to our overweight in financials, our underweight in materials and underperforming overweight positions in Barclays Bank, Wolseley and Aegon. Our largest active positions in the portfolio are Total, Barclays Bank and Prudential.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	295 609 681.53
Investments in securities, unrealized appreciation (depreciation)	219 412.85
Total investments in securities (Note 1)	295 829 094.38
Cash at banks, deposits on demand and deposit accounts	2 457 934.56
Other liquid assets (Margins)	135 298.58
Receivable on subscriptions	743 261.02
Interest receivable on liquid assets	18 278.85
Receivable on dividends	528 544.83
Other receivables	108 278.98
Unrealized gain (loss) on financial futures (Note 1)	5 769.19
Total Assets	299 826 460.39
Liabilities	
Other short-term liabilities (Margins)	-10 484.49
Payable on redemptions	-348 816.45
Provisions for all-in fee (Note 2)	-249 291.93
Provisions for taxe d'abonnement (Note 3)	-37 397.66
Total provisions	-286 689.59
Total Liabilities	-645 990.53
Net assets at the end of the financial year	299 180 469.86

Statement of Operations

	EUR
Income	1.10.2006–30.9.2007
Interest on liquid assets	254 466.56
Dividends	6 428 371.88
Income on securities lending (Note 4)	234 627.64
Total income	6 917 466.08
Expenses	
All-in fee (Note 2)	-3 885 363.47
Taxe d'abonnement (Note 3)	-98 702.37
Interest on liquid assets and bank overdraft	-80 126.67
Total expenses	-4 064 192.51
Net income on investments	2 853 273.57
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	6 626 840.92
Realized gain (loss) on financial futures	699 838.37
Total realized gain (loss) on investments	7 326 679.29
Realized gain (loss) on foreign exchange	-382 598.45
Total realized gain (loss)	6 944 080.84
Net realized gain (loss) of the financial year	9 797 354.41
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-7 999 338.26
Unrealized appreciation (depreciation) on financial futures	-11 465.84
Total changes in unrealized appreciation (depreciation)	-8 010 804.10
Net increase (decrease) in net assets as a result of operations	1 786 550.31

Statement of Changes in Net Assets

	EUR
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	66 744 867.94
Subscriptions	289 768 607.92
Redemptions	-59 119 556.31
	<hr/>
Total net subscriptions (redemptions)	230 649 051.61
Net income on investments	2 853 273.57
Total realized gain (loss)	6 944 080.84
Total changes in unrealized appreciation (depreciation)	-8 010 804.10
	<hr/>
Net increase (decrease) in net assets as a result of operations	1 786 550.31
Net assets at the end of the financial year	299 180 469.86

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	4 035 242.8000
Number of shares issued	15 928 094.2160
Number of shares redeemed	-3 240 920.0930
Number of shares outstanding at the end of the financial year	16 722 416.9230

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR)	65 167.00	1 195 814.45	0.40
Total Austria		1 195 814.45	0.40
Belgium			
EUR DEXIA NPV	13 423.00	285 104.52	0.10
Total Belgium		285 104.52	0.10
Denmark			
DKK A.P. MOLLER-MAERSK SER'B'DKK1000	359.00	3 458 042.49	1.16
Total Denmark		3 458 042.49	1.16
Finland			
EUR NOKIA OYJ EURO.06	314 916.00	8 395 660.56	2.81
EUR STORA ENSO OYJ NPV SER'R'	182 252.00	2 489 562.32	0.83
Total Finland		10 885 222.88	3.64
France			
EUR AXA EUR2.29	177 452.00	5 568 443.76	1.86
EUR BNP PARIBAS EUR2	48 061.00	3 688 201.14	1.23
EUR BOUYGUES EUR1	29 316.00	1 773 324.84	0.59
EUR FRANCE TELECOM EUR4	398 288.00	9 355 785.12	3.13
EUR SANOFI-AVENTIS EUR2	22 984.00	1 364 789.92	0.46
EUR SUEZ EUR2	186 589.00	7 706 125.70	2.58
EUR TOTAL EUR2.5 (POST SUBDIVISION)	257 939.00	14 707 681.78	4.91
EUR UNIBAIL-RODAMCO EUR5	12 733.00	2 298 179.17	0.77
Total France		46 462 531.43	15.53
Germany			
EUR FRESENIUS MED CARE NPV	43 554.00	1 623 257.58	0.54
EUR METRO AG ORD NPV	73 373.00	4 647 445.82	1.56
Total Germany		6 270 703.40	2.10
Greece			
EUR ALPHA BANK EUR3.90(CR)	98 884.00	2 416 724.96	0.81
Total Greece		2 416 724.96	0.81
Ireland			
EUR ANGLIO IRISH BK CP EURO.16	88 015.00	1 167 078.90	0.39
EUR BK OF IRELAND ORD STK EURO.64	295 777.00	3 845 101.00	1.29
EUR CRH ORD EURO.32(DUBLIN LISTING)	71 777.00	1 998 989.45	0.67
EUR IRISH LIFE & PERM ORD EURO.32	67 622.00	1 053 550.76	0.35
Total Ireland		8 064 720.11	2.70
Italy			
EUR ENI EUR1	129 891.00	3 375 867.09	1.13
EUR INTESA SANPAOLO	796 786.00	4 313 799.40	1.44
Total Italy		7 689 666.49	2.57
Netherlands			
EUR ABN-AMRO HLDGS NV EURO.56	256 615.00	9 481 924.25	3.17
EUR AEGON NV	550 874.00	7 398 237.82	2.47
EUR ASML HOLDING NV EURO.02	65 499.00	1 522 851.75	0.51
EUR KON KPN NV EURO.24	513 979.00	6 255 124.43	2.09
EUR ORDINA NV EURO.10	95 944.00	1 245 353.12	0.42
EUR TNT NV EURO.48	71 192.00	2 093 044.80	0.70
Total Netherlands		27 996 536.17	9.36
Norway			
NOK TELENOR ASA ORD NOK6	182 800.00	2 560 206.55	0.86
Total Norway		2 560 206.55	0.86
Spain			
EUR REPSOL YPF SA EUR1	69 985.00	1 753 124.25	0.59
Total Spain		1 753 124.25	0.59
Sweden			
SEK ELECTROLUX AB SER'B'NPV (POST SPLIT)	213 200.00	3 163 253.07	1.06
SEK ERICSSON(LM)TEL SER'B' NPV	789 000.00	2 212 640.18	0.74
SEK HOLMEN AB SER'B'NPV	44 000.00	1 181 309.55	0.39
SEK SKAND ENSKILDA BKN SER'A'NPV	60 000.00	1 366 310.37	0.46
SEK SVENSKA CELLULOZA SER'B'NPV	222 600.00	2 909 539.99	0.97
Total Sweden		10 833 053.16	3.62

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
United Kingdom			
GBP ASTRAZENECA ORD USD0.25	81 938.00	2 874 712.27	0.96
GBP BARCLAYS ORD GBP0.25	1 241 584.00	10 592 003.39	3.54
GBP BP ORD USD0.25	1 765 723.00	14 355 181.18	4.75
GBP BRITISH SKY BROADC ORD GBP0.50	172 392.00	1 716 414.41	0.57
GBP CADBURY SCHWEPPEES ORD GBP0.125	305 256.00	2 479 519.37	0.83
GBP CARNIVAL PLC ORD USD1.66	44 501.00	1 487 958.64	0.50
GBP DAILY MAIL&GEN TST 'A'ORD(NON VTG)GBP0.125	35 613.00	321 417.37	0.11
GBP DIAGEO ORD GBX28.935185	133 304.00	2 051 009.64	0.69
GBP DSG INTERNATIONAL ORD GBP0.025	614 430.00	1 188 300.88	0.40
GBP GLAXOSMITHKLINE ORD GBP0.25	537 646.00	9 989 796.31	3.34
GBP ITV ORD GBP0.10	282 892.00	415 803.62	0.14
GBP KESA ELECTRICALS ORD GBP0.25	416 197.00	1 641 143.32	0.55
GBP KINGFISHER ORD GBP0.157142857	684 566.00	1 753 489.13	0.59
GBP LOGICACMG ORD GBP0.10	966 432.00	2 094 049.40	0.70
GBP MEGGITT ORD GBP0.05	335 234.00	1 523 596.37	0.51
GBP MORSE ORD GBP0.10	44 579.00	56 838.23	0.02
GBP PRUDENTIAL ORD GBP0.05	887 386.00	9 553 484.33	3.19
GBP RENTOKIL INITIAL ORD GBP0.01	480 551.00	1 148 989.50	0.38
GBP ROYAL BK SCOT GRP ORD GBP0.25	780 642.00	5 871 261.92	1.96
GBP SCOT & STHN ENERGY ORD GBP0.50	111 629.00	2 416 360.55	0.81
GBP TAYLOR NELSON SOFR ORD GBP0.05	229 579.00	742 472.13	0.25
GBP TESCO ORD GBP0.05	463 902.00	2 919 162.38	0.98
GBP VODAFONE GROUP ORD USD0.11428571	5 408 126.00	13 674 509.24	4.57
GBP WOLSELEY ORD GBP0.25	305 348.00	3 615 415.17	1.21
Total United Kingdom		94 482 888.75	31.55
Total Bearer shares		224 354 339.61	74.99
Other shares			
Netherlands			
EUR ING GROEP NV CVA EUR0.24	156 487.00	4 871 440.31	1.63
Total Netherlands		4 871 440.31	1.63
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	64 223.00	8 160 489.57	2.73
Total Switzerland		8 160 489.57	2.73
Total Other shares		13 031 929.88	4.36
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	97 126.00	3 505 277.34	1.17
Total Germany		3 505 277.34	1.17
Total Preference shares		3 505 277.34	1.17
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	38 612.00	6 326 576.20	2.11
EUR CELESIO AG NPV(REGD)	32 153.00	1 423 091.78	0.48
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	65 665.00	4 638 575.60	1.55
EUR DEUTSCHE POST AG NPV(REGD)	136 374.00	2 782 029.60	0.93
EUR DT POSTBANK AG NPV(REGD)	21 796.00	1 122 276.04	0.38
EUR SIEMENS AG NPV(REGD)	53 830.00	5 190 268.60	1.73
Total Germany		21 482 837.82	7.18
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	30 625.00	1 368 937.50	0.46
Total Greece		1 368 937.50	0.46
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	402 890.00	5 491 390.70	1.84
Total Spain		5 491 390.70	1.84
Switzerland			
CHF CREDIT SUISSE GRP CHF0.04(REGD)	178 605.00	8 310 181.30	2.76
CHF HOLCIM CHF2(REGD)	40 808.00	3 158 811.22	1.06
CHF NESTLE SA CHF1(REGD)	9 376.00	2 951 594.41	0.99
CHF NOVARTIS AG CHF0.50(REGD)	191 484.00	7 405 306.11	2.48
CHF UBS AG CHF0.1 (POST SUBDIVISION)	126 552.00	4 768 488.49	1.59
Total Switzerland		26 594 381.53	8.88
Total Registered shares		54 937 547.55	18.36
Total Transferable securities and money market instruments listed on an official stock exchange		295 829 094.38	98.88
Total investments in securities		295 829 094.38	98.88

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

GBP	FTSE 100 INDEX FUTURE 21.12.07	7.00	3 459.69	0.00
EUR	DJ EURO STOXX 50 INDEX FUTURE 21.12.07	23.00	1 840.00	0.00
CHF	SWISS MARKET INDEX FUTURE 20.12.07	3.00	469.50	0.00
Total Financial Futures on Indices			5 769.19	0.00
Total Derivative instruments listed on an official stock exchange			5 769.19	0.00
Total Derivative instruments			5 769.19	0.00
Cash at banks, deposits on demand and deposit accounts and other liquid assets			2 593 233.14	0.87
Bank overdraft and other short-term liabilities			-10 484.49	0.00
Other assets and liabilities			762 857.64	0.25
Total net assets			299 180 469.86	100.00

UBS (Lux) Key Selection Sicav

– Global Allocation (CHF)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in CHF		1 614 615 590.72	1 350 930 347.98	1 003 308 145.68
Class (CHF) B	LU0197216715			
Shares outstanding		131 077 951.6350	116 139 860.7070	90 341 585.7180
Net asset value per share in CHF		12.32	11.63	11.11

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United States	42.21	Investment funds & pension foundations	29.84
Luxembourg	28.92	Banks & credit institutions	12.18
Germany	4.65	Countries & central governments	9.00
United Kingdom	4.23	Pharmaceuticals, cosmetics & medical products	5.38
Japan	3.29	Telecommunications	3.96
France	2.51	Internet, software & IT services	3.85
Netherlands	2.38	Finance & holding companies	3.60
Switzerland	1.56	Petroleum	3.36
Supranationals	1.26	Electronics & semiconductors	3.25
Canada	1.18	Energy & water supply	2.62
Ireland	1.13	Insurance	2.51
Austria	0.83	Vehicles	2.17
Australia	0.80	Traffic & transportation	1.92
Italy	0.58	Mechanical engineering & industrial equipment	1.70
Sweden	0.47	Retail trade, department stores	1.65
Spain	0.43	Tobacco & alcohol	1.35
Finland	0.43	Graphic design, publishing & media	1.31
Cayman Islands	0.37	Supranational organisations	1.26
Hong Kong	0.28	Biotechnology	1.08
Norway	0.27	Building industry & materials	0.82
Greece	0.20	Lodging, catering & leisure	0.70
Denmark	0.11	Miscellaneous trading companies	0.68
Belgium	0.11	Healthcare & social services	0.39
Total	98.20	Textiles, garments & leather goods	0.39
		Various capital goods	0.38
		Computer hardware & network equipment providers	0.37
		Non-ferrous metals	0.33
		Food & soft drinks	0.31
		Chemicals	0.27
		Mining, coal & steel	0.25
		Rubber & tyres	0.24
		Miscellaneous unclassified companies	0.24
		Forestry, paper & pulp products	0.18
		Real estate	0.18
		Cantons, federal states	0.15
		Public, non-profit institutions	0.12
		Miscellaneous consumer goods	0.12
		Electrical devices & components	0.09
		Total	98.20

Report of the Portfolio Manager

In the year under review (from 1 October 2006 until 30 September 2007) equities performed strongly worldwide. In spite of the sharp setbacks at the end of February and from the end of July until the middle of August, the losses were quickly offset. Risk aversion and problems in the US subprime mortgage market triggered this volatility. However, the bond markets were able to benefit from the downturn on the equity markets during these periods.

In the year under review the subfund underperformed its benchmark [UBS Customised Global Securities Market Index (GSMI)]. Market selection, stock selection and currency strategy all made a negative contribution to performance; in the case of currency strategy this was because the fund was invested in anti-carry trades. The strategy of overweighting stocks had a positive impact on performance, particularly the overweight in emerging market equities.

Statement of Net Assets

	CHF
	30.9.2007
Assets	
Investments in securities, cost	1 498 332 474.94
Investments in securities, unrealized appreciation (depreciation)	87 348 709.70
Total investments in securities (Note 1)	1 585 681 184.64
Cash at banks, deposits on demand and deposit accounts	12 353 059.64
Other liquid assets (Margins)	8 743 175.88
Receivable on securities sales (Note 1)	103 379.85
Receivable on subscriptions	710 218.88
Interest receivable on securities	3 975 502.12
Interest receivable on liquid assets	65 654.16
Receivable on dividends	946 457.99
Other receivables	137 231.04
Unrealized gain (loss) on financial futures (Note 1)	-1 978 676.24
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	21 058 288.48
Total Assets	1 631 795 476.44
Liabilities	
Bank overdraft	-9 865 261.60
Other short-term liabilities (Margins)	-193 267.00
Interest payable on bank overdraft	-42 823.22
Payable on securities purchases (Note 1)	-263 577.24
Payable on redemptions	-2 271 449.84
Provisions for all-in fee (Note 2)	-4 399 982.11
Provisions for taxe d'abonnement (Note 3)	-143 524.71
Total provisions	-4 543 506.82
Total Liabilities	-17 179 885.72
Net assets at the end of the financial year	1 614 615 590.72

Statement of Operations

	CHF
	1.10.2006–30.9.2007
Income	
Interest on liquid assets	1 660 009.79
Interest on securities	9 085 603.00
Dividends	13 261 052.55
Income on securities lending (Note 4)	533 825.38
Total income	24 540 490.72
Expenses	
All-in fee (Note 2)	-30 941 839.22
Taxe d'abonnement (Note 3)	-562 073.25
Interest on liquid assets and bank overdraft	-393 946.00
Total expenses	-31 897 858.47
Net income on investments	-7 357 367.75
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	85 862 247.35
Realized gain (loss) on yield-evaluated securities and money market instruments	78 188.95
Realized gain (loss) on financial futures	-4 230 189.37
Realized gain (loss) on forward foreign exchange contracts	-22 631 660.67
Total realized gain (loss) on investments	59 078 586.26
Realized gain (loss) on foreign exchange	-5 980 877.23
Total realized gain (loss)	53 097 709.03
Net realized gain (loss) of the financial year	45 740 341.28
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-10 822 041.88
Unrealized appreciation (depreciation) on financial futures	-2 194 683.10
Unrealized appreciation (depreciation) on forward foreign exchange contracts	47 785 744.66
Total changes in unrealized appreciation (depreciation)	34 769 019.68
Net increase (decrease) in net assets as a result of operations	80 509 360.96

Statement of Changes in Net Assets

	CHF
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	1 350 930 347.98
Subscriptions	402 179 096.67
Redemptions	–219 003 214.89
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Total net subscriptions (redemptions)	183 175 881.78
Net income on investments	–7 357 367.75
Total realized gain (loss)	53 097 709.03
Total changes in unrealized appreciation (depreciation)	34 769 019.68
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Net increase (decrease) in net assets as a result of operations	80 509 360.96
Net assets at the end of the financial year	1 614 615 590.72

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(CHF) B
Number of shares outstanding at the beginning of the financial year	116 139 860.7070
Number of shares issued	32 966 356.3270
Number of shares redeemed	–18 028 265.3990
Number of shares outstanding at the end of the financial year	131 077 951.6350

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Australia			
AUD NATL AUSTRALIA BK NPV	57 252.00	2 350 317.24	0.15
AUD QANTAS AIRWAYS NPV	537 407.00	3 100 083.94	0.19
AUD QBE INS GROUP NPV	121 083.00	4 230 929.69	0.26
Total Australia		9 681 330.87	0.60
Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR))	45 984.00	1 401 862.51	0.09
Total Austria		1 401 862.51	0.09
Belgium			
EUR KBC GROUP NV NPV	10 961.00	1 756 912.29	0.11
Total Belgium		1 756 912.29	0.11
Canada			
CAD ALCAN INC COM	22 700.00	2 648 077.93	0.16
CAD CANADIAN NATL RY CO COM	27 800.00	1 855 022.13	0.11
CAD CANADIAN PAC RY LTD COM	17 000.00	1 398 971.52	0.09
CAD COTT CORP QUE COM	31 700.00	294 407.09	0.02
CAD MAGNA INTL INC CL A	9 800.00	1 105 434.38	0.07
CAD MANULIFE FINL CORP COM	32 800.00	1 581 340.98	0.10
CAD TORONTO DOMINION BK ONT COM NEW	43 500.00	3 901 896.16	0.24
Total Canada		12 785 150.19	0.79
Cayman Islands			
USD GLOBALSANTAFE CORP COM USD0.01	67 600.00	6 003 323.73	0.37
Total Cayman Islands		6 003 323.73	0.37
Denmark			
DKK NOVO-NORDISK AS DKK2 SER'B'	12 500.00	1 757 977.91	0.11
Total Denmark		1 757 977.91	0.11
Finland			
EUR NOKIA OYJ EURO.06	60 388.00	2 674 689.66	0.17
EUR STORA ENSO OYJ NPV SER'R'	128 547.00	2 917 260.78	0.18
Total Finland		5 591 950.44	0.35
France			
EUR AXA EUR2.29	102 470.00	5 342 103.32	0.33
EUR FRANCE TELECOM EUR4	166 224.00	6 486 932.12	0.40
EUR SANOFI-AVENTIS EUR2	5 149.00	507 955.53	0.03
EUR TOTAL EUR2.5 (POST SUBDIVISION)	86 561.00	8 199 966.64	0.51
Total France		20 536 957.61	1.27
Germany			
EUR E.ON AG NPV	11 253.00	2 424 024.16	0.15
EUR IKB DT INDUSTRIEBK ORD NPV	13 418.00	311 866.06	0.02
EUR MAN AG ORD NPV	10 448.00	1 771 367.94	0.11
EUR METRO AG ORD NPV	18 497.00	1 946 444.22	0.12
EUR SAP AG ORD NPV	40 007.00	2 728 423.34	0.17
Total Germany		9 182 125.72	0.57
Greece			
EUR ALPHA BANK EUR3.90(CR)	52 664.00	2 138 344.39	0.13
Total Greece		2 138 344.39	0.13
Hong Kong			
HKD ESPRIT HOLDINGS HKD0.1	117 800.00	2 187 680.49	0.14
HKD SUN HUNG KAI PROP HKD0.50	86 000.00	1 694 109.17	0.10
HKD YUE YUEN INDL HLDG HKD0.25	181 000.00	632 809.77	0.04
Total Hong Kong		4 514 599.43	0.28
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	126 678.00	2 735 943.71	0.17
EUR CRH ORD EURO.32(DUBLIN LISTING)	34 498.00	1 596 179.49	0.10
GBP EXPERIAN GROUP ORD USD0.10	97 406.00	1 198 558.12	0.07
EUR IRISH LIFE & PERM ORD EURO.32	36 056.00	933 270.65	0.06
EUR SMURFIT KAPPA GRP ORD EURO.001	16 938.00	456 150.08	0.03
Total Ireland		6 920 102.05	0.43

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Italy			
EUR FIAT SPA EUR5	49 027.00	1 723 509.14	0.11
EUR INTESA SANPAOLO	609 457.00	5 481 809.37	0.33
EUR UNICREDITO ITALIAN EURO.50	219 551.00	2 188 513.74	0.14
Total Italy		9 393 832.25	0.58
Japan			
JPY AEON CO LTD NPV	40 200.00	662 685.23	0.04
JPY ASAHI BREWERIES NPV	92 100.00	1 637 044.17	0.10
JPY BK OF YOKOHAMA NPV	167 000.00	1 345 093.20	0.08
JPY BRIDGESTONE CORP NPV	59 700.00	1 540 177.47	0.10
JPY CANON INC NPV	43 500.00	2 770 253.52	0.17
JPY EAST JAPAN RAILWAY NPV	101.00	929 420.59	0.06
JPY FAST RETAILING CO NPV	6 900.00	464 649.35	0.03
JPY FUNAI ELECTRIC CO NPV	7 400.00	375 806.63	0.02
JPY HONDA MOTOR CO NPV	68 600.00	2 689 516.04	0.17
JPY HOYA CORP NPV	56 300.00	2 241 595.16	0.14
JPY JAPAN TOBACCO INC NPV	320.00	2 050 888.53	0.13
JPY JFE HOLDINGS INC NPV	12 400.00	1 025 200.50	0.06
JPY KDDI CORP NPV	117.00	1 012 484.01	0.06
JPY KUBOTA CORP NPV	119 000.00	1 143 406.92	0.07
JPY MITSUBISHI CORP NPV	87 200.00	3 223 892.76	0.22
JPY MITSUI FUDOSAN CO NPV	35 000.00	1 134 021.91	0.07
JPY MITSUI O.S.K.LINES NPV	42 000.00	793 886.44	0.05
JPY MITSUI SUMITOMO IN NPV	141 000.00	1 931 940.65	0.12
JPY NITTO DENKO CORP NPV	33 000.00	1 789 855.27	0.11
JPY NOK CORP NPV	26 600.00	664 629.27	0.04
JPY NOMURA HOLDINGS NPV	42 900.00	839 220.90	0.05
JPY NTN CORP NPV	74 000.00	770 403.60	0.05
JPY NTT DOCOMO NPV	815.00	1 357 576.07	0.08
JPY ROHM CO LTD NPV	18 000.00	1 855 672.22	0.11
JPY SHIN-ETSU CHEMICAL NPV	23 400.00	1 887 118.09	0.12
JPY SMC CORP NPV	5 500.00	878 727.32	0.05
JPY SOMPO JAPAN INS NPV	74 000.00	990 626.29	0.06
JPY SUMITOMO MITSUI FG NPV	269.00	2 445 333.14	0.15
JPY SUMITOMO TRUST&BK&G NPV	128 000.00	1 129 776.31	0.07
JPY TOKYO GAS CO NPV	163 000.00	885 735.61	0.05
JPY TOYOTA MOTOR CORP NPV	44 800.00	3 085 108.38	0.19
JPY YAMADA DENKI CO NPV	11 440.00	1 321 141.11	0.08
Total Japan		46 872 886.66	2.90
Netherlands			
EUR ABN-AMRO HLDGS NV EURO.56	74 516.00	4 574 320.44	0.28
EUR ASML HOLDING NV EURO.02	69 770.00	2 694 972.19	0.17
EUR KON KPN NV EURO.24	122 213.00	2 470 987.74	0.15
EUR PHILIPS ELEC.(KON) EURO.20	21 275.00	1 118 680.04	0.07
EUR REED ELSEVIER NV EURO.06	83 598.00	1 849 961.63	0.11
EUR STMICROELECTRONICS EUR1.04	55 578.00	1 088 627.57	0.07
EUR TNT NV EURO.48	35 472.00	1 732 589.24	0.11
Total Netherlands		15 530 138.85	0.96
Norway			
NOK STATOILHYDRO ASA NOK2.50	76 000.00	3 008 698.05	0.19
NOK TELENOR ASA ORD NOK6	55 100.00	1 282 073.78	0.08
Total Norway		4 290 771.83	0.27
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	489 000.00	2 278 270.36	0.14
SEK SANDVIK AB NPV (POST SPLIT)	109 900.00	2 743 718.34	0.17
Total Sweden		5 021 988.70	0.31
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	32 371.00	616 737.43	0.04
GBP ASTRAZENECA ORD USD0.25	26 313.00	1 533 705.58	0.09
GBP BALFOUR BEATTY GBP0.50	78 395.00	885 334.59	0.05
GBP BARCLAYS ORD GBP0.25	333 447.00	4 725 975.08	0.29
GBP BP ORD USD0.25	665 884.00	8 993 884.20	0.56
GBP BRITISH SKY BROADC ORD GBP0.50	111 467.00	1 843 800.65	0.11
GBP CADBURY SCHWEPES ORD GBP0.125	74 129.00	1 000 354.77	0.06
GBP CARNIVAL PLC ORD USD1.66	29 339.00	1 629 780.08	0.10
GBP DIAGEO ORD GBX28.935185	124 864.00	3 191 716.95	0.20
GBP GLAXOSMITHKLINE ORD GBP0.25	27 052.00	835 068.69	0.05
GBP HOME RETAIL GROUP ORD GBP0.10	48 894.00	433 766.57	0.03
GBP KESA ELECTRICALS ORD GBP0.25	173 501.00	1 136 611.78	0.07
GBP KINGFISHER ORD GBP0.157142857	336 417.00	1 431 621.78	0.09
GBP PRUDENTIAL ORD GBP0.05	232 968.00	4 166 852.26	0.26
GBP RENTOKIL INITIAL ORD GBP0.01	175 508.00	697 165.84	0.04
GBP RIO TINTO ORD GBP0.10	26 204.00	2 636 849.94	0.16
GBP ROYAL BK SCOT GRP ORD GBP0.25	307 867.00	3 846 850.33	0.24
GBP SCOT & STHN ENERGY ORD GBP0.50	49 150.00	1 767 546.44	0.11
GBP STANDARD CHARTERED ORD USD0.50	47 124.00	1 794 506.25	0.11
GBP TESCO ORD GBP0.05	261 776.00	2 736 682.68	0.17
GBP VODAFONE GROUP ORD USD0.11428571	2 396 909.00	10 068 832.18	0.64

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
GBP WOLSELEY ORD GBP0.25	95 952.00	1 887 468.60	0.12
GBP WPP GROUP ORD GBP0.10	73 505.00	1 158 131.08	0.07
Total United Kingdom		59 019 243.75	3.66
United States			
USD AFLAC INC COM	60 900.00	4 058 018.40	0.25
USD ALLERGAN INC COM	176 100.00	13 262 769.69	0.82
USD ALLSTATE CORP COM	79 100.00	5 284 620.22	0.33
USD AMAZON COM INC COM	79 000.00	8 596 608.57	0.53
USD AMERICAN ELEC PWR INC COM	107 700.00	5 797 561.65	0.36
USD AMGEN INC COM	32 300.00	2 134 547.89	0.13
USD ANALOG DEVICES INC COM	254 000.00	10 729 496.45	0.66
USD ANHEUSER BUSCH COS INC COM	70 600.00	4 122 921.25	0.26
USD AT&T INC COM	183 000.00	9 045 057.19	0.56
USD BEA SYS INC COM	245 900.00	3 984 301.47	0.25
USD BK OF NY MELLON CP COM STK USD0.01	262 865.00	13 554 462.34	0.84
USD BORG WARNER INC COM	75 000.00	8 019 400.95	0.50
USD BRISTOL MYERS SQUIBB CO COM	146 900.00	4 945 759.28	0.31
USD BURLINGTON NORTHN SANTA FE CP COM	123 500.00	11 710 615.06	0.73
USD CARNAVAL CORP COM USD0.01(PAired STOCK)	172 100.00	9 736 716.87	0.60
USD CEPHALON INC COM	28 800.00	2 458 042.33	0.15
USD CHEVRON CORP NEW COM	40 800.00	4 460 262.37	0.28
USD CHICOS FAS INC COM	149 400.00	2 452 133.57	0.15
USD CITIGROUP INC COM	410 900.00	22 402 224.45	1.38
USD CITRIX SYS INC COM	116 400.00	5 482 652.31	0.34
USD CITY NATL CORP COM	32 700.00	2 655 291.73	0.16
USD COACH INC COM	62 200.00	3 434 734.63	0.21
USD COMCAST CORP NEW CL A	157 900.00	4 460 213.30	0.28
USD CONSTELLATION BRANDS INC CL A	177 500.00	5 020 076.66	0.31
USD COSTCO WHSL CORP NEW COM	125 800.00	9 018 908.20	0.56
USD DELL INC COM	186 100.00	6 000 295.75	0.37
USD DISCOVER FINL SVCS COM STK USD0.01	131 708.00	3 200 314.74	0.20
USD ENSCO INTL INC COM	66 100.00	4 331 930.92	0.27
USD EOG RES INC COM	65 100.00	5 500 683.48	0.34
USD EXELON CORP COM	212 000.00	18 663 537.03	1.16
USD EXXON MOBIL CORP COM	54 400.00	5 882 195.41	0.36
USD FEDEX CORP COM	78 100.00	9 557 015.00	0.59
USD FIFTH THIRD BANCORP COM	202 500.00	8 014 669.74	0.50
USD FORTUNE BRANDS INC COM	60 600.00	5 768 915.05	0.36
USD FREDDIE MAC MTG CORP COM	85 100.00	5 866 409.52	0.36
USD GENERAL ELECTRIC CO COM	348 400.00	16 849 836.44	1.04
USD GENZYME CORP COM USD0.01	135 600.00	9 814 954.73	0.61
USD GOOGLE INC CL A	6 200.00	4 108 645.85	0.25
USD HALLIBURTON CO COM	177 100.00	7 944 507.65	0.49
USD HARLEY DAVIDSON INC COM	49 100.00	2 650 541.83	0.16
USD HARTFORD FINL SVCS GROUP INC COM	54 600.00	5 903 183.29	0.37
USD ILLINOIS TOOL WKS INC COM	196 400.00	13 683 472.39	0.85
USD INTEL CORP COM	585 200.00	17 678 688.35	1.09
USD INTUIT COM	118 300.00	4 187 401.22	0.26
USD JOHNSON & JOHNSON COM	100 900.00	7 744 149.67	0.48
USD JOHNSON CTLS INC COM	92 900.00	12 817 979.88	0.79
USD JP MORGAN CHASE & CO COM	201 100.00	10 764 264.42	0.67
USD LINEAR TECHNOLOGY CORP COM	118 900.00	4 860 075.31	0.30
USD MASCO CORP COM	328 700.00	8 896 986.67	0.55
USD MCGRAW HILL COS INC COM	55 700.00	3 312 649.55	0.21
USD MEDCO HEALTH SOLUTIONS INC COM	58 500.00	6 177 225.48	0.38
USD MEDTRONIC INC COM	97 200.00	6 405 301.35	0.40
USD MERCK & CO INC COM	185 500.00	11 201 279.86	0.69
USD MICROSOFT CORP COM	501 200.00	17 248 884.21	1.07
USD MILLENNIUM PHARMACEUTICALS INC COM	249 900.00	2 963 121.78	0.18
USD MILLIPORE CORP COM	17 200.00	1 523 052.43	0.09
USD MORGAN STANLEY COM NEW	228 800.00	16 838 902.08	1.04
USD NEENAH PAPER INC COM	566.00	21 879.15	0.00
USD NEWS CORP CL A	246 400.00	6 329 700.12	0.39
USD NISOURCE INC COM	122 300.00	2 734 548.26	0.17
USD NORTHEAST UTILS COM	15 800.00	527 332.49	0.03
USD OMNICOM GROUP INC COM	114 500.00	6 432 465.50	0.40
USD PACCAR INC COM	64 200.00	6 393 617.01	0.40
USD PEABODY ENERGY CORP COM	72 200.00	4 037 549.20	0.25
USD PEPCO HOLDINGS INC COM	81 200.00	2 568 750.31	0.16
USD PHARMACEUTICAL PROD DEV INC COM	48 500.00	2 007 948.89	0.12
USD PNC FINL SVCS GROUP INC COM	73 500.00	5 847 249.87	0.36
USD R H DONNELLEY CORP COM NEW	76 917.00	5 033 645.70	0.31
USD RED HAT INC COM	76 900.00	1 785 013.10	0.11
USD SCHERING PLOUGH CORP COM	99 400.00	3 672 846.50	0.23
USD SEMpra ENERGY COM	96 000.00	6 517 995.27	0.40
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	565 925.00	12 561 158.12	0.78
USD SYMANTEC CORP COM	355 206.00	8 041 762.96	0.50
USD SYSCO CORP COM	188 400.00	7 832 963.24	0.49
USD TARGET CORP COM	64 500.00	4 789 929.57	0.30
USD UNITEDHEALTH GROUP INC COM	110 700.00	6 262 955.01	0.39
USD VIACOM INC NEW CL B	112 500.00	5 121 534.83	0.32
USD WELLS FARGO & CO NEW COM	474 900.00	19 761 198.78	1.22
USD WYETH COM	236 800.00	12 323 855.81	0.76
USD XILINX INC COM	194 300.00	5 933 290.14	0.37
USD YAHOO INC COM	193 800.00	6 076 499.78	0.38
Total United States		585 804 157.52	36.27
Total Bearer shares		808 203 656.70	50.05

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	51 229.00	2 649 461.46	0.16
Total Netherlands		2 649 461.46	0.16
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	34 391.00	7 259 940.10	0.45
Total Switzerland		7 259 940.10	0.45
Total Other shares		9 909 401.56	0.61
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	32 676.00	1 959 198.22	0.12
Total Germany		1 959 198.22	0.12
Total Preference shares		1 959 198.22	0.12
Registered shares			
France			
EUR MICHELIN (CGDE) EUR2(REGD)	15 377.00	2 408 539.63	0.15
Total France		2 408 539.63	0.15
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	22 668.00	6 170 527.01	0.38
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	19 305.00	2 265 599.31	0.14
EUR DT POSTBANK AG NPV(REGD)	10 747.00	919 332.79	0.06
EUR SIEMENS AG NPV(REGD)	38 310.00	6 136 798.83	0.38
Total Germany		15 492 257.94	0.96
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	15 700.00	1 165 922.77	0.07
Total Greece		1 165 922.77	0.07
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	287 890.00	6 519 060.98	0.40
Total Spain		6 519 060.98	0.40
Switzerland			
CHF CLARIANT CHF4.25(REGD)	47 419.00	678 565.89	0.04
CHF CREDIT SUISSE GRP CHF0.04(REGD)	65 678.00	5 076 909.40	0.31
CHF HOLCIM CHF2(REGD)	14 028.00	1 804 000.80	0.11
CHF NESTLE SA CHF1(REGD)	5 847.00	3 057 981.00	0.19
CHF NOVARTIS AG CHF0.50(REGD)	93 830.00	6 028 577.50	0.38
CHF STRAUMANN HLDG CHF0.1(REGD)	3 732.00	1 220 364.00	0.08
Total Switzerland		17 866 398.59	1.11
Total Registered shares		43 452 179.91	2.69
Notes, fixed rate			
EUR			
EUR FRANCE, REPUBLIC OF-BTAN 3.00000% 04-12.01.10	1 000 000.00	1 622 618.30	0.10
EUR INSTITUTO DE CREDITO OFICIAL 5.00000% 98-18.12.08	250 000.00	418 204.75	0.03
Total EUR		2 040 823.05	0.13
GBP			
GBP EUROPEAN INVESTMENT BANK 6.00000% 98-07.12.28	1 100 000.00	2 921 787.83	0.18
Total GBP		2 921 787.83	0.18
JPY			
JPY DEPFA ACS BANK 0.75000% 03-22.09.08	330 000 000.00	3 346 895.29	0.21
JPY DEVELOPMENT BANK OF JAPAN 1.70000% 02-20.09.22	150 000 000.00	1 459 833.57	0.09
Total JPY		4 806 728.86	0.30
USD			
USD FANNIE MAE 6.62500% 00-15.11.10	1 700 000.00	2 110 682.85	0.13
USD GENERAL ELECTRIC CAPITAL CORP 4.12500% 05-04.03.08	1 500 000.00	1 744 384.87	0.11
USD SWEDISH EXPORT CREDIT CORP 3.50000% 04-15.01.08	1 000 000.00	1 165 188.38	0.07
Total USD		5 020 256.10	0.31
Total Notes, fixed rate		14 789 595.84	0.92

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Medium term notes, fixed rate			
AUD			
AUD EUROFIMA EUROPEAN RAILROADMAT FIN CO 6.50000% 01-22.08.11	800 000.00	816 568.56	0.05
AUD RABOBANK NEDERLAND (AUSTRALIA) 5.75000% 04-15.11.07	800 000.00	825 715.61	0.05
Total AUD		1 642 284.17	0.10
EUR			
EUR AUSTRIA, REPUBLIC OF 4.65000% 03-15.01.18	2 250 000.00	3 802 755.82	0.24
EUR C COMPAGNIE DE FINANCEMENT FONCIER 4.25000% 04-29.01.14	900 000.00	1 471 921.55	0.09
EUR DEPFA ACS BANK 3.50000% 06-16.03.11	5 000 000.00	8 052 412.14	0.49
EUR DEXIA MUNICIPAL AGENCY 4.00000% 04-26.01.11	3 500 000.00	5 740 008.96	0.36
EUR KREDITANSTALT FUER WIEDERAUFBAU 4.62500% 07-12.10.12	2 000 000.00	3 364 029.17	0.21
Total EUR		22 431 127.64	1.39
GBP			
GBP GENERAL ELECTRIC CAPITAL CORP 6.25000% 02-15.12.17	800 000.00	1 933 743.86	0.12
Total GBP		1 933 743.86	0.12
JPY			
JPY BAYERISCHE LANDESBANK 1.40000% 01-22.04.13	100 000 000.00	1 016 030.39	0.06
JPY C COMPAGNIE DE FINANCEMENT FONCIER 0.60000% 05-23.03.10	200 000 000.00	2 006 833.84	0.12
JPY GENERAL ELECTRIC CAPITAL CORP 1.45000% 06-10.11.11	55 000 000.00	555 558.77	0.03
JPY KFW INTERNATIONAL FINANCE INC 2.05000% 99-21.09.09	200 000 000.00	2 076 642.65	0.14
Total JPY		5 655 065.65	0.35
USD			
USD COUNCIL OF EUROPE DEVELOPMENT BANK 6.12500% 01-25.01.11	2 250 000.00	2 756 469.87	0.17
USD COUNCIL OF EUROPE DEVELOPMENT BANK 5.12500% 07-20.04.17	4 000 000.00	4 682 239.06	0.29
USD INTERNATIONAL FINANCE CORP 3.00000% 03-15.04.08	6 500 000.00	7 490 593.02	0.46
USD LANDESBANK HESSEN-THUERINGEN GZ 3.37500% 03-17.04.08	1 500 000.00	1 734 761.23	0.11
USD NV BANK NEDERLANDSE GEMEENTEN 2.37500% 03-15.09.08	4 750 000.00	5 434 382.60	0.34
USD NV BANK NEDERLANDSE GEMEENTEN 5.12500% 06-05.10.16	7 000 000.00	8 176 692.82	0.51
USD ROCHE HOLDINGS INC 3.25000% 03-02.10.07	1 000 000.00	1 167 767.77	0.07
Total USD		31 442 906.37	1.95
Total Medium term notes, fixed rate		63 105 127.69	3.91
Bonds, fixed rate			
AUD			
AUD QUEENSLAND TREASURY CORP 6.00000% 03-14.10.15	2 500 000.00	2 487 533.92	0.15
Total AUD		2 487 533.92	0.15
CAD			
CAD CANADA HOUSING TRUST 4.65000% 04-15.09.09	400 000.00	473 143.92	0.03
CAD CANADA, GOVERNMENT 2.75000% 05-01.12.07	1 800 000.00	2 110 631.86	0.13
Total CAD		2 583 775.78	0.16
EUR			
EUR AUSTRIA, REPUBLIC OF-REG-S 4.30000% 07-15.09.17	5 000 000.00	8 197 544.02	0.51
EUR EUROHYPO AG 5.75000% 00-19.07.10	300 000.00	515 237.39	0.03
EUR FINLAND, REPUBLIC OF 5.75000% 00-23.02.11	750 000.00	1 306 284.06	0.08
EUR FRANCE, REPUBLIC OF-OAT3.00000% 04-25.10.15	4 500 000.00	6 804 422.07	0.42
EUR GERMANY, REPUBLIC OF 3.50000% 03-10.10.08	1 250 000.00	2 065 484.74	0.13
EUR GERMANY, REPUBLIC OF 3.50000% 04-09.10.09	6 500 000.00	10 685 110.92	0.65
EUR GERMANY, REPUBLIC OF 3.75000% 04-04.01.15	6 000 000.00	9 654 696.79	0.60
EUR GERMANY, REPUBLIC OF 4.75000% 98-04.07.28	4 300 000.00	7 276 204.36	0.45
EUR GERMANY, REPUBLIC OF 5.00000% 01-04.07.11	2 250 000.00	3 844 894.86	0.24
EUR NETHERLANDS, KINGDOM OF THE 4.25000% 03-15.07.13	2 200 000.00	3 655 669.51	0.23
Total EUR		54 005 548.72	3.34
GBP			
GBP EUROPEAN INVESTMENT BANK 4.75000% 05-06.06.12	600 000.00	1 387 959.14	0.09
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.75000% 03-07.09.15	2 690 000.00	6 288 544.40	0.39
Total GBP		7 676 503.54	0.48
JPY			
JPY DEVELOPMENT BANK OF JAPAN 1.40000% 02-20.06.12	50 000 000.00	512 234.60	0.03
JPY JAPAN FINANCE CORP FOR MUNICIPAL ENTERPR 2.00000% 06-09.05.16	400 000 000.00	4 202 472.92	0.26
JPY RABOBANK NEDERLAND NV 0.80000% 06-03.02.11	300 000 000.00	3 006 463.23	0.19
Total JPY		7 721 170.75	0.48
SEK			
SEK SWEDEN, KINGDOM OF 4.00000% 04-01.12.09	3 500 000.00	630 807.78	0.04
SEK SWEDEN, KINGDOM OF 5.00000% 04-01.12.20	2 000 000.00	384 883.62	0.02
SEK SWEDEN, KINGDOM OF 5.50000% 01-08.10.12	2 300 000.00	438 441.99	0.03
Total SEK		1 454 133.39	0.09

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD			
USD INTER-AMERICAN DEVELOPMENT BANK 5.62500% 99-16.04.09	260 000.00	309 237.15	0.02
USD KREDITANSTALT FUER WIEDERAUFBAU 4.37500% 05-21.07.15	5 000 000.00	5 596 647.61	0.35
USD ONTARIO-HYDRO 6.10000% 98-30.01.08	2 500 000.00	2 935 388.71	0.18
Total USD		8 841 273.47	0.55
Total Bonds, fixed rate		84 769 939.57	5.25
Total Transferable securities and money market instruments listed on an official stock exchange		1 026 189 099.49	63.55
Transferable securities and money market instruments traded on another regulated market			
Medium term notes, fixed rate			
AUD			
AUD LANDWIRTSCHAFTLICHE RENTENBANK 6.00000% 02-15.09.09	600 000.00	610 007.33	0.04
Total AUD		610 007.33	0.04
Total Medium term notes, fixed rate		610 007.33	0.04
Bonds, fixed rate			
CAD			
CAD CANADA HOUSING TRUST 4.05000% 05-15.03.11	700 000.00	814 456.54	0.05
Total CAD		814 456.54	0.05
Total Bonds, fixed rate		814 456.54	0.05
Treasury notes, fixed rate			
USD			
USD AMERICA, UNITED STATES OF 3.00000% 02-15.11.07	15 500 000.00	18 085 878.48	1.11
USD AMERICA, UNITED STATES OF 3.00000% 03-15.02.08	11 000 000.00	12 798 002.49	0.79
USD AMERICA, UNITED STATES OF 3.87500% 03-15.02.13	500 000.00	574 379.99	0.04
USD AMERICA, UNITED STATES OF 4.25000% 04-15.11.14	6 100 000.00	7 057 546.08	0.44
USD AMERICA, UNITED STATES OF 4.37500% 05-15.11.08	4 000 000.00	4 691 051.95	0.29
USD AMERICA, UNITED STATES OF 4.75000% 07-15.02.37	6 000 000.00	6 912 276.78	0.43
USD AMERICA, UNITED STATES OF 4.87500% 06-15.08.09	300 000.00	356 100.30	0.02
USD AMERICA, UNITED STATES OF 5.12500% 06-15.05.16	11 000 000.00	13 389 304.44	0.83
USD AMERICA, UNITED STATES OF 5.37500% 01-15.02.31	7 750 000.00	9 691 544.61	0.60
Total USD		73 556 085.12	4.55
Total Treasury notes, fixed rate		73 556 085.12	4.55
Total Transferable securities and money market instruments traded on another regulated market		74 980 548.99	4.64
Recently issued transferable securities and money market instruments			
Bonds, fixed rate			
GBP			
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.00000% 03-07.03.09	1 250 000.00	2 932 752.24	0.18
Total GBP		2 932 752.24	0.18
Total Bonds, fixed rate		2 932 752.24	0.18
Total Recently issued transferable securities and money market instruments		2 932 752.24	0.18
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) IF-EMERGING MARKETS EQUITY FA	2 217.00	52 701 418.37	3.26
USD UBS (LUX) IF-SMALL CAPS US EQUITY FA	2 156.01	31 027 720.77	1.92
USD UBS (LUX) IF-US CORPORATE BONDS FA	5 270.00	65 827 382.66	4.08
USD UBS (LUX) IF-US SECURITIZED MORTGAGE FA	12 525.00	157 010 339.00	9.74
USD UBS (LUX) IF-USD HIGH YIELD FA-USD	3 525.00	47 368 523.46	2.93
USD UBS (LUX) INSTITUTIONAL SICAV – US EQUITY GROWTH FA	8 290.00	113 079 833.43	7.00
Total Luxembourg		467 015 217.69	28.93

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
United States			
USD ISHARES TRUST-RUSSELL 2000 INDEX FUND	155 600.00	14 563 566.23	0.90
Total United States		14 563 566.23	0.90
Total Investment certificates, open end		481 578 783.92	29.83
Total UCITS in accordance with Article 41 (1) e)		481 578 783.92	29.83
Total investments in securities		1 585 681 184.64	98.20

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

GBP FTSE 100 INDEX FUTURE 21.12.07	242.00	-95 034.69	-0.01
AUD SPI 200 INDEX FUTURE 20.12.07	-111.00	-846 293.37	-0.05
EUR DAX INDEX FUTURE 21.12.07	-39.00	-538 590.73	-0.03
CAD S&P/TSX 60 INDEX FUTURE 20.12.07	-86.00	-334 041.48	-0.02
JPY NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-141.00	-755 447.51	-0.05
EUR AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	166.00	590 731.54	0.04
Total Financial Futures on Indices		-1 978 676.24	-0.12

Total Derivative instruments listed on an official stock exchange

-1 978 676.24 -0.12

Total Derivative instruments

-1 978 676.24 -0.12

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

CHF 1 219 960 800.00	USD	1 020 000 000.00	15.11.2007	32 243 528.95	1.99
CHF 150 199 090.00	GBP	63 500 000.00	15.11.2007	-278 682.93	-0.02
SEK 410 000 000.00	CHF	70 706 550.00	15.11.2007	3 191 596.66	0.20
CHF 331 503 450.00	EUR	205 000 000.00	15.11.2007	-8 245 582.31	-0.51
JPY 5 000 000 000.00	CHF	52 604 000.00	15.11.2007	-1 702 807.58	-0.11
CHF 1 086 497.50	DKK	5 000 000.00	15.11.2007	-25 433.22	0.00
CHF 27 291 600.00	AUD	28 500 000.00	15.11.2007	-2 020 317.14	-0.13
CHF 45 141 200.00	CAD	40 000 000.00	15.11.2007	-1 749 759.02	-0.11
SGD 19 200 000.00	CHF	15 145 152.00	15.11.2007	-34 281.92	0.00
CHF 1 785 330.00	AUD	1 800 000.00	15.11.2007	-66 133.00	0.00
CHF 2 079 120.00	JPY	200 000 000.00	15.11.2007	43 147.05	0.00
CHF 342 636.00	CAD	300 000.00	15.11.2007	-9 058.36	0.00
CHF 1 197 820.00	USD	1 000 000.00	15.11.2007	33 386.00	0.00
CHF 481 644.00	GBP	200 000.00	15.11.2007	7 672.66	0.00
CHF 3 278 000.00	EUR	2 000 000.00	15.11.2007	-36 755.51	0.00
CHF 440 260.80	DKK	2 000 000.00	15.11.2007	-4 528.38	0.00
CHF 3 089 134.50	NOK	15 000 000.00	15.11.2007	-131 662.25	-0.01
CHF 1 076 863.00	CAD	950 000.00	15.11.2007	-36 811.48	0.00
CHF 700 966.40	SEK	4 000 000.00	15.11.2007	-20 024.40	0.00
CHF 2 407 020.00	GBP	1 000 000.00	15.11.2007	37 166.90	0.00
CHF 6 012 950.00	USD	5 000 000.00	15.11.2007	190 708.75	0.01
CHF 228 510.00	CAD	200 000.00	15.11.2007	-5 953.17	0.00
CHF 693 000.00	AUD	700 000.00	15.11.2007	-27 009.52	0.00
CHF 4 203 560.00	JPY	400 000 000.00	15.11.2007	131 478.81	0.01
CHF 1 479 744.00	EUR	900 000.00	15.11.2007	-11 909.85	0.00
CHF 463 076.00	CAD	400 000.00	15.11.2007	-5 868.41	0.00
CHF 875 916.50	JPY	85 000 000.00	15.11.2007	10 651.01	0.00
CHF 13 202 800.00	EUR	8 000 000.00	15.11.2007	-56 493.10	0.00
JPY 1 600 000 000.00	CHF	16 380 640.00	15.11.2007	-93 609.60	-0.01
CHF 305 508.00	JPY	30 000 000.00	15.11.2007	131.04	0.00
CHF 1 875 296.00	GBP	800 000.00	15.11.2007	-20 436.29	0.00
CHF 4 930 290.00	EUR	3 000 000.00	15.11.2007	-41 882.94	0.00
CHF 231 428.00	CAD	200 000.00	15.11.2007	-3 043.88	0.00
CHF 100 654.00	AUD	100 000.00	15.11.2007	-2 209.44	0.00
USD 1 000 000.00	CHF	1 169 670.00	15.11.2007	-5 320.03	0.00
USD 16 000 000.00	CHF	18 706 560.00	15.11.2007	-76 984.68	0.00
CHF 16 484 400.00	EUR	10 000 000.00	15.11.2007	-89 659.36	-0.01
CHF 1 189 666 800.00	USD	1 020 000 000.00	16.11.2007	2 125 914.03	0.13
USD 1 020 000 000.00	CHF	1 189 782 060.00	15.11.2007	-2 154 875.61	-0.13
Total Forward Foreign Exchange contracts (Purchase/Sale)				21 058 288.48	1.30

Cash at banks, deposits on demand and deposit accounts and other liquid assets

21 096 235.52 1.31

Bank overdraft and other short-term liabilities

-10 058 528.60 -0.62

Other assets and liabilities

-1 182 913.08 -0.07

Total net assets

1 614 615 590.72 100.00

UBS (Lux) Key Selection Sicav

– Global Allocation (EUR)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in EUR		3 311 209 334.66	2 376 092 537.88	1 662 606 033.87
Class (CAD hedged) B	LU0218832045			
Shares outstanding		13 505 542.1750	10 631 061.5820	6 684 993.8770
Net asset value per share in CAD		12.12	11.23	10.43
Class (EUR) B	LU0197216558			
Shares outstanding		244 293 794.4700	192 391 151.2790	143 723 204.2550
Net asset value per share in EUR		12.80	11.91	11.22
Class (SGD hedged) B¹	LU0287180474			
Shares outstanding		14 024 998.9320		
Net asset value per share in SGD		10.23		

¹ Initial subscription: 2.4.2007

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United States	42.41	Investment funds & pension foundations	29.74
Luxembourg	28.47	Banks & credit institutions	10.53
Germany	3.96	Countries & central governments	10.12
United Kingdom	3.84	Pharmaceuticals, cosmetics & medical products	5.27
Japan	3.19	Internet, software & IT services	3.83
France	2.28	Telecommunications	3.83
Netherlands	2.16	Finance & holding companies	3.41
Switzerland	1.52	Petroleum	3.34
Finland	1.11	Electronics & semiconductors	3.17
Canada	1.05	Insurance	2.48
Austria	0.86	Energy & water supply	2.46
Supranationals	0.82	Vehicles	2.14
Australia	0.81	Traffic & transportation	1.87
Ireland	0.73	Mechanical engineering & industrial equipment	1.65
Italy	0.58	Retail trade, department stores	1.61
Sweden	0.49	Tobacco & alcohol	1.37
Spain	0.41	Graphic design, publishing & media	1.28
Cayman Islands	0.38	Biotechnology	1.04
Norway	0.27	Supranational organisations	0.82
Hong Kong	0.25	Building industry & materials	0.80
Greece	0.20	Miscellaneous trading companies	0.68
Denmark	0.11	Lodging, catering & leisure	0.66
Belgium	0.08	Healthcare & social services	0.40
Total	95.98	Computer hardware & network equipment providers	0.38
		Various capital goods	0.38
		Textiles, garments & leather goods	0.35
		Non-ferrous metals	0.32
		Food & soft drinks	0.30
		Chemicals	0.25
		Mining, coal & steel	0.25
		Rubber & tyres	0.24
		Miscellaneous unclassified companies	0.22
		Forestry, paper & pulp products	0.18
		Real estate	0.16
		Public, non-profit institutions	0.14
		Miscellaneous consumer goods	0.12
		Cantons, federal states	0.12
		Electrical devices & components	0.07
		Total	95.98

Report of the Portfolio Manager

In the year under review (1 October 2006 to 30 September 2007) equities performed strongly worldwide. In spite of the sharp setbacks at the end of February and from the end of July until the middle of August, the losses were quickly offset. Risk aversion and problems in the US subprime mortgage market triggered this volatility. However, the bond markets were able to benefit from the downturn on the equity markets during these periods.

In the year under review the subfund underperformed its benchmark [UBS Customised Global Securities Market Index (GSMI)]. Market selection, stock selection and currency strategy all made a negative contribution to performance; in the case of currency strategy this was because the fund was invested in anti-carry trades. The strategy of overweighting stocks had a positive impact on performance, particularly the overweight in emerging market equities.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	3 153 759 250.91
Investments in securities, unrealized appreciation (depreciation)	24 526 290.00
Total investments in securities (Note 1)	3 178 285 540.91
Cash at banks, deposits on demand and deposit accounts	33 109 789.75
Other liquid assets (Margins)	14 262 927.86
Receivable on subscriptions	5 010 385.16
Interest receivable on securities	7 074 206.37
Interest receivable on liquid assets	133 648.55
Receivable on dividends	1 892 051.28
Other receivables	228 684.05
Unrealized gain (loss) on financial futures (Note 1)	-3 213 114.97
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	121 473 762.74
Total Assets	3 358 257 881.70
Liabilities	
Bank overdraft	-29 829 480.38
Other short-term liabilities (Margins)	-88 103.94
Interest payable on bank overdraft	-59 580.08
Payable on securities purchases (Note 1)	-322 040.71
Payable on redemptions	-7 398 610.18
Provisions for all-in fee (Note 2)	-9 054 493.99
Provisions for taxe d'abonnement (Note 3)	-296 237.76
Total provisions	-9 350 731.75
Total Liabilities	-47 048 547.04
Net assets at the end of the financial year	3 311 209 334.66

Statement of Operations

	EUR
Income	1.10.2006–30.9.2007
Interest on liquid assets	4 258 554.80
Interest on securities	17 239 817.13
Dividends	25 513 442.47
Income on securities lending (Note 4)	1 055 591.26
Total income	48 067 405.66
Expenses	
All-in fee (Note 2)	-60 089 862.85
Taxe d'abonnement (Note 3)	-1 102 204.25
Interest on liquid assets and bank overdraft	-1 726 424.92
Total expenses	-62 918 492.02
Net income on investments	-14 851 086.36
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	94 345 626.12
Realized gain (loss) on yield-evaluated securities and money market instruments	342 698.84
Realized gain (loss) on financial futures	-8 610 003.45
Realized gain (loss) on forward foreign exchange contracts	78 778 210.83
Total realized gain (loss) on investments	164 856 532.34
Realized gain (loss) on foreign exchange	-9 962 483.05
Total realized gain (loss)	154 894 049.29
Net realized gain (loss) of the financial year	140 042 962.93
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-92 197 533.53
Unrealized appreciation (depreciation) on financial futures	-3 582 082.87
Unrealized appreciation (depreciation) on forward foreign exchange contracts	144 256 053.08
Total changes in unrealized appreciation (depreciation)	48 476 436.68
Net increase (decrease) in net assets as a result of operations	188 519 399.61

Statement of Changes in Net Assets

	EUR
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	2 376 092 537.88
Subscriptions	1 463 202 804.46
Redemptions	-716 605 407.29
Total net subscriptions (redemptions)	746 597 397.17
Net income on investments	-14 851 086.36
Total realized gain (loss)	154 894 049.29
Total changes in unrealized appreciation (depreciation)	48 476 436.68
Net increase (decrease) in net assets as a result of operations	188 519 399.61
Net assets at the end of the financial year	3 311 209 334.66

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(CAD hedged) B
Number of shares outstanding at the beginning of the financial year	10 631 061.5820
Number of shares issued	5 285 695.3890
Number of shares redeemed	-2 411 214.7960
Number of shares outstanding at the end of the financial year	13 505 542.1750
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	192 391 151.2790
Number of shares issued	107 258 910.2270
Number of shares redeemed	-55 356 267.0360
Number of shares outstanding at the end of the financial year	244 293 794.4700
Class	(SGD hedged) B
Number of shares outstanding at the beginning of the financial year	0.0000
Number of shares issued	14 782 093.2990
Number of shares redeemed	-757 094.3670
Number of shares outstanding at the end of the financial year	14 024 998.9320

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Australia			
AUD NATL AUSTRALIA BK NPV	196 932.00	4 866 194.98	0.15
AUD QANTAS AIRWAYS NPV	1 805 260.00	6 268 264.10	0.19
AUD QBE INS GROUP NPV	399 832.00	8 409 449.70	0.25
Total Australia		19 543 908.78	0.59
Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR))	137 344.00	2 520 262.40	0.08
Total Austria		2 520 262.40	0.08
Belgium			
EUR KBC GROUP NV NPV	29 069.00	2 804 577.12	0.08
Total Belgium		2 804 577.12	0.08
Canada			
CAD ALCAN INC COM	76 000.00	5 336 492.32	0.16
CAD CANADIAN NATL RY CO COM	94 900.00	3 811 605.14	0.12
CAD CANADIAN PAC RY LTD COM	57 000.00	2 823 398.64	0.09
CAD COTT CORP QUE COM	84 800.00	474 047.92	0.01
CAD MAGNA INTL INC CL A	29 700.00	2 016 511.64	0.06
CAD MANULIFE FINL CORP COM	113 300.00	3 287 902.91	0.10
CAD TORONTO DOMINION BK ONT COM NEW	143 000.00	7 720 756.93	0.23
Total Canada		25 470 715.50	0.77
Cayman Islands			
USD GLOBALSANTAFE CORP COM USD0.01	237 800.00	12 711 427.06	0.38
Total Cayman Islands		12 711 427.06	0.38
Denmark			
DKK NOVO-NORDISK AS DKK2 SER'B'	41 200.00	3 487 691.06	0.11
Total Denmark		3 487 691.06	0.11
Finland			
EUR NOKIA OYJ EURO.06	208 058.00	5 546 826.28	0.17
EUR STORA ENSO OYJ NPV SER'R'	431 655.00	5 896 407.30	0.18
Total Finland		11 443 233.58	0.35
France			
EUR AXA EUR2.29	335 493.00	10 527 770.34	0.32
EUR FRANCE TELECOM EUR4	559 323.00	13 138 497.27	0.40
EUR SANOFI-AVENTIS EUR2	17 406.00	1 033 568.28	0.03
EUR TOTAL EUR2.5 (POST SUBDIVISION)	290 744.00	16 578 222.88	0.50
Total France		41 278 058.77	1.25
Germany			
EUR E.ON AG NPV	36 277.00	4 703 675.82	0.14
EUR IKB DT INDUSTRIEBK ORD NPV	38 332.00	536 264.68	0.02
EUR MAN AG ORD NPV	36 097.00	3 683 698.85	0.11
EUR METRO AG ORD NPV	55 862.00	3 538 299.08	0.11
EUR SAP AG ORD NPV	136 197.00	5 590 886.85	0.17
Total Germany		18 052 825.28	0.55
Greece			
EUR ALPHA BANK EUR3.90(CR)	180 230.00	4 404 821.20	0.13
Total Greece		4 404 821.20	0.13
Hong Kong			
HKD ESPRIT HOLDINGS HKD0.1	384 700.00	4 300 294.34	0.13
HKD SUN HUNG KAI PROP HKD0.50	259 000.00	3 071 001.99	0.09
HKD YUE YUEN INDL HLDG HKD0.25	479 000.00	1 008 016.19	0.03
Total Hong Kong		8 379 312.52	0.25
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	395 114.00	5 136 482.00	0.15
EUR CRH ORD EURO.32(DUBLIN LISTING)	120 319.00	3 350 884.15	0.10
GBP EXPERIAN GROUP ORD USD0.10	335 740.00	2 486 645.45	0.08
EUR IRISH LIFE & PERM ORD EURO.32	121 249.00	1 889 059.42	0.06
EUR SMURFIT KAPPA GRP ORD EURO.001	57 918.00	938 850.78	0.03
Total Ireland		13 801 921.80	0.42

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Italy			
EUR FIAT SPA EUR5	154 674.00	3 272 901.84	0.10
EUR INTESA SANPAOLO	2 101 585.00	11 377 981.19	0.34
EUR UNICREDITO ITALIAN EURO.50	758 150.00	4 548 900.00	0.14
Total Italy		19 199 783.03	0.58
Japan			
JPY AEON CO LTD NPV	122 800.00	1 218 476.05	0.04
JPY ASAHI BREWERIES NPV	317 300.00	3 394 753.39	0.10
JPY BK OF YOKOHAMA NPV	448 000.00	2 171 957.44	0.07
JPY BRIDGESTONE CORP NPV	198 300.00	3 079 332.19	0.09
JPY CANON INC NPV	147 800.00	5 665 550.11	0.17
JPY EAST JAPAN RAILWAY NPV	338.00	1 872 168.82	0.06
JPY FAST RETAILING CO NPV	22 400.00	907 949.42	0.03
JPY FUNAI ELECTRIC CO NPV	21 600.00	660 273.50	0.02
JPY HONDA MOTOR CO NPV	233 300.00	5 505 568.29	0.17
JPY HOYA CORP NPV	180 500.00	4 325 769.59	0.13
JPY JAPAN TOBACCO INC NPV	1 093.00	4 216 475.99	0.13
JPY JFE HOLDINGS INC NPV	41 600.00	2 070 226.42	0.06
JPY KDDI CORP NPV	360.00	1 875 176.73	0.06
JPY KUBOTA CORP NPV	340 000.00	1 966 392.30	0.06
JPY MITSUBISHI CORP NPV	302 200.00	6 725 056.76	0.20
JPY MITSUI FUDOSAN CO NPV	116 000.00	2 262 292.64	0.07
JPY MITSUI O.S.K.LINES NPV	141 000.00	1 604 226.17	0.05
JPY MITSUI SUMITOMO IN NPV	416 000.00	3 430 878.91	0.10
JPY NITTO DENKO CORP NPV	98 400.00	3 212 450.66	0.10
JPY NOK CORP NPV	97 000.00	1 458 837.61	0.04
JPY NOMURA HOLDINGS NPV	163 300.00	1 922 837.48	0.06
JPY NTN CORP NPV	248 000.00	1 554 088.18	0.05
JPY NTT DOCOMO NPV	2 419.00	2 425 380.19	0.07
JPY ROHM CO LTD NPV	61 300.00	3 803 878.42	0.11
JPY SHIN-ETSU CHEMICAL NPV	87 100.00	4 228 036.89	0.13
JPY SMC CORP NPV	22 200.00	2 134 920.99	0.06
JPY SOMPO JAPAN INS NPV	223 000.00	1 796 885.42	0.05
JPY SUMITOMO MITSUI FG NPV	933.00	5 105 106.30	0.15
JPY SUMITOMO TRUST&BKG NPV	430 000.00	2 284 485.17	0.07
JPY TOKYO GAS CO NPV	634 000.00	2 073 686.74	0.06
JPY TOYOTA MOTOR CORP NPV	148 800.00	6 167 834.84	0.19
JPY YAMADA DENKI CO NPV	34 110.00	2 371 058.64	0.07
Total Japan		93 492 012.25	2.82
Netherlands			
EUR ABN-AMRO HLDGS NV EURO.56	250 942.00	9 272 306.90	0.27
EUR ASML HOLDING NV EURO.02	240 969.00	5 602 529.25	0.17
EUR KON KPN NV EURO.24	382 578.00	4 655 974.26	0.14
EUR PHILIPS ELEC.(KON) EURO.20	68 620.00	2 171 823.00	0.07
EUR REED ELSEVIER NV EURO.06	247 799.00	3 300 682.68	0.10
EUR STMICROELECTRONICS EUR1.04	187 230.00	2 207 441.70	0.07
EUR TNT NV EURO.48	107 171.00	3 150 827.40	0.10
Total Netherlands		30 361 585.19	0.92
Norway			
NOK STATOILHYDRO ASA NOK2.50	258 800.00	6 166 896.74	0.19
NOK TELENOR ASA ORD NOK6	196 200.00	2 747 880.33	0.08
Total Norway		8 914 777.07	0.27
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	1 670 000.00	4 683 281.50	0.14
SEK SANDVIK AB NPV (POST SPLIT)	374 100.00	5 621 690.53	0.17
Total Sweden		10 304 972.03	0.31
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	109 416.00	1 254 765.03	0.04
GBP ASTRAZENCA ORD USD0.25	102 469.00	3 595 021.74	0.11
GBP BALFOUR BEATTY GBP0.50	197 368.00	1 341 631.34	0.04
GBP BARCLAYS ORD GBP0.25	1 045 175.00	8 916 430.26	0.27
GBP BP ORD USD0.25	2 234 456.00	18 165 941.49	0.55
GBP BRITISH SKY BROADC ORD GBP0.50	354 768.00	3 532 234.13	0.11
GBP CADBURY SCHWEPES ORD GBP0.125	275 772.00	2 240 028.10	0.07
GBP CARNIVAL PLC ORD USD1.66	87 327.00	2 919 911.11	0.09
GBP DIAGEO ORD GBX28.935185	436 688.00	6 718 862.87	0.20
GBP GLAXOSMITHKLINE ORD GBP0.25	91 426.00	1 698 751.81	0.05
GBP HOME RETAIL GROUP ORD GBP0.10	111 718.00	596 569.50	0.02
GBP KESA ELECTRICALS ORD GBP0.25	424 974.00	1 675 752.70	0.05
GBP KINGFISHER ORD GBP0.157142857	1 156 683.00	2 962 798.42	0.09
GBP PRUDENTIAL ORD GBP0.05	763 254.00	8 217 095.07	0.25
GBP RENTOKIL INITIAL ORD GBP0.01	458 855.00	1 097 114.73	0.03
GBP RIO TINTO ORD GBP0.10	84 417.00	5 113 109.94	0.15
GBP ROYAL BK SCOT GRP ORD GBP0.25	1 088 663.00	8 187 908.95	0.25
GBP SCOT & STHN ENERGY ORD GBP0.50	162 782.00	3 523 636.36	0.11
GBP STANDARD CHARTERED ORD USD0.50	162 080.00	3 715 092.65	0.11
GBP TESCO ORD GBP0.05	846 996.00	5 329 830.13	0.16
GBP VODAFONE GROUP ORD USD0.11428571	8 041 191.00	20 332 244.61	0.61

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
GBP WOLSELEY ORD GBP0.25	307 483.00	3 640 694.24	0.11
GBP WPP GROUP ORD GBP0.10	220 055.00	2 086 937.62	0.06
Total United Kingdom		116 862 362.80	3.53
United States			
USD AFLAC INC COM	220 200.00	8 831 844.74	0.27
USD ALLERGAN INC COM	574 100.00	26 025 543.70	0.79
USD ALLSTATE CORP COM	283 700.00	11 408 643.95	0.34
USD AMAZON COM INC COM	265 700.00	17 403 195.86	0.53
USD AMERICAN ELEC PWR INC COM	339 600.00	11 003 598.77	0.33
USD AMGEN INC COM	104 400.00	4 152 802.44	0.13
USD ANALOG DEVICES INC COM	825 700.00	20 994 488.62	0.63
USD ANHEUSER BUSCH COS INC COM	256 200.00	9 005 687.16	0.27
USD AT&T INC COM	615 400.00	18 308 598.94	0.55
USD BEA SYS INC COM	826 600.00	8 061 696.72	0.24
USD BK OF NY MELLON CP COM STK USD0.01	857 567.00	26 616 747.43	0.80
USD BORG WARNER INC COM	263 900.00	16 984 683.04	0.51
USD BRISTOL MYERS SQUIBB CO COM	496 300.00	10 057 564.95	0.30
USD BURLINGTON NORTHN SANTA FE CP COM	401 900.00	22 938 665.39	0.69
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	558 200.00	19 008 983.57	0.57
USD CEPHALON INC COM	99 400.00	5 106 468.37	0.15
USD CHEVRON CORP NEW COM	144 700.00	9 521 517.42	0.29
USD CHICOS FAS INC COM	501 800.00	4 957 486.90	0.15
USD CITIGROUP INC COM	1 348 400.00	44 249 782.35	1.37
USD CITRIX SYS INC COM	410 400.00	11 635 430.86	0.35
USD CITY NATL CORP COM	110 500.00	5 400 875.43	0.16
USD COACH INC COM	191 500.00	6 365 154.87	0.19
USD COMCAST CORP NEW CL A	530 300.00	9 016 386.45	0.27
USD CONSTELLATION BRANDS INC CL A	617 300.00	10 508 619.34	0.32
USD COSTCO WHSL CORP NEW COM	423 300.00	18 266 653.30	0.55
USD DELL INC COM	656 800.00	12 746 672.29	0.38
USD DISCOVER FINL SVCS COM STK USD0.01	445 156.00	6 510 737.12	0.20
USD ENSCO INTL INC COM	234 000.00	9 230 671.87	0.28
USD EOG RES INC COM	215 600.00	10 965 332.76	0.33
USD EXELON CORP COM	694 800.00	36 817 584.62	1.11
USD EXXON MOBIL CORP COM	182 800.00	11 897 456.66	0.36
USD FEDEX CORP COM	262 800.00	19 356 818.89	0.58
USD FIFTH THIRD BANCORP COM	708 300.00	16 873 890.93	0.51
USD FORTUNE BRANDS INC COM	201 100.00	11 523 143.83	0.35
USD FREDDIE MAC MTG CORP COM	299 100.00	12 410 709.83	0.37
USD GENERAL ELECTRIC CO COM	1 139 900.00	33 183 461.64	1.00
USD GENZYME CORP COM USD0.01	440 100.00	19 174 205.24	0.58
USD GOOGLE INC CL A	21 400.00	8 536 074.25	0.26
USD HALLIBURTON CO COM	570 600.00	15 406 982.38	0.47
USD HARLEY DAVIDSON INC COM	168 600.00	5 478 329.29	0.17
USD HARTFORD FINL SVCS GROUP INC COM	183 800.00	11 961 248.81	0.36
USD ILLINOIS TOOL WKS INC COM	640 500.00	26 860 331.17	0.81
USD INTEL CORP COM	1 915 800.00	34 836 401.20	1.05
USD INTUIT COM	397 800.00	8 475 435.08	0.26
USD JOHNSON & JOHNSON COM	339 300.00	15 674 865.51	0.47
USD JOHNSON CTLS INC COM	302 900.00	25 155 939.23	0.76
USD JP MORGAN CHASE & CO COM	653 800.00	21 064 666.87	0.64
USD LINEAR TECHNOLOGY CORP COM	395 900.00	9 740 562.52	0.29
USD MASCO CORP COM	1 105 600.00	18 012 693.45	0.54
USD MCGRAW HILL COS INC COM	189 900.00	6 798 023.41	0.21
USD MEDCO HEALTH SOLUTIONS INC COM	196 600.00	12 495 639.69	0.38
USD MEDTRONIC INC COM	343 000.00	13 605 196.35	0.41
USD MERCK & CO INC COM	603 500.00	21 935 038.49	0.66
USD MICROSOFT CORP COM	1 640 000.00	33 972 787.66	1.03
USD MILLENNIUM PHARMACEUTICALS INC COM	849 400.00	6 062 236.75	0.18
USD MILLIPORE CORP COM	57 700.00	3 075 385.86	0.09
USD MORGAN STANLEY COM NEW	748 600.00	33 162 324.63	1.00
USD NEENAH PAPER INC COM	1 066.00	24 803.25	0.00
USD NEWS CORP CL A	779 900.00	12 059 206.83	0.36
USD NISOURCE INC COM	421 200.00	5 668 718.49	0.17
USD NORTHEAST UTILS COM	48 000.00	964 286.47	0.03
USD OMNICOM GROUP INC COM	385 000.00	13 018 774.38	0.39
USD PACCAR INC COM	215 200.00	12 900 045.70	0.39
USD PEABODY ENERGY CORP COM	245 300.00	8 256 872.34	0.25
USD PEPCO HOLDINGS INC COM	268 800.00	5 118 379.91	0.15
USD PHARMACEUTICAL PROD DEV INC COM	165 900.00	4 134 230.56	0.12
USD PNC FINL SVCS GROUP INC COM	258 300.00	12 368 758.56	0.37
USD R H DONNELLEY CORP COM NEW	258 428.00	10 179 753.58	0.31
USD RED HAT INC COM	227 400.00	3 177 188.06	0.10
USD SCHERING PLOUGH CORP COM	334 100.00	7 430 709.13	0.22
USD SEMpra ENERGY COM	322 900.00	13 196 180.42	0.40
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	1 843 247.00	24 625 878.41	0.74
USD SYMANTEC CORP COM	1 243 856.00	16 950 342.28	0.51
USD SYSCO CORP COM	633 700.00	15 858 652.74	0.48
USD TARGET CORP COM	227 600.00	10 173 703.19	0.31
USD UNITEDHEALTH GROUP INC COM	389 000.00	13 247 034.41	0.40
USD VIACOM INC NEW CL B	372 600.00	10 210 049.57	0.31
USD WELLS FARGO & CO NEW COM	1 556 700.00	38 990 017.91	1.18
USD WYETH COM	771 600.00	24 170 994.61	0.73
USD XILINX INC COM	683 300.00	12 559 478.25	0.38
USD YAHOO INC COM	684 400.00	12 916 567.16	0.39
Total United States		1 177 032 595.06	35.53
Total Bearer shares		1 620 066 842.50	48.92

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	165 185.00	5 142 209.05	0.16
Total Netherlands		5 142 209.05	0.16
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	115 552.00	14 682 604.22	0.44
Total Switzerland		14 682 604.22	0.44
Total Other shares		19 824 813.27	0.60
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	112 780.00	4 070 230.20	0.12
Total Germany		4 070 230.20	0.12
Total Preference shares		4 070 230.20	0.12
Registered shares			
France			
EUR MICHELIN (CGDE) EUR2(REGD)	52 450.00	4 944 986.00	0.15
Total France		4 944 986.00	0.15
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	76 299.00	12 501 591.15	0.38
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	66 501.00	4 697 630.64	0.14
EUR DT POSTBANK AG NPV(REGD)	34 694.00	1 786 394.06	0.05
EUR SIEMENS AG NPV(REGD)	131 894.00	12 717 219.48	0.39
Total Germany		31 702 835.33	0.96
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	50 000.00	2 235 000.00	0.07
Total Greece		2 235 000.00	0.07
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	968 359.00	13 198 733.17	0.40
Total Spain		13 198 733.17	0.40
Switzerland			
CHF CLARIANT CHF4.25(REGD)	104 835.00	902 990.80	0.03
CHF CREDIT SUISSE GRP CHF0.04(REGD)	226 827.00	10 553 867.44	0.32
CHF HOLCIM CHF2(REGD)	48 180.00	3 729 453.15	0.11
CHF NESTLE SA CHF1(REGD)	19 446.00	6 121 662.22	0.18
CHF NOVARTIS AG CHF0.50(REGD)	315 744.00	12 210 842.53	0.36
CHF STRAUMANN HLDG CHF0.1(REGD)	11 169.00	2 198 363.15	0.07
Total Switzerland		35 717 179.29	1.07
Total Registered shares		87 798 733.79	2.65
Notes, fixed rate			
EUR			
EUR FRANCE, REPUBLIC OF-BTAN 3.00000% 04-12.01.10	10 000 000.00	9 766 833.00	0.30
EUR INSTITUTO DE CREDITO OFICIAL 5.00000% 98-18.12.08	450 000.00	453 105.00	0.01
Total EUR		10 219 938.00	0.31
GBP			
GBP EUROPEAN INVESTMENT BANK 6.00000% 98-07.12.28	3 200 000.00	5 116 151.09	0.15
Total GBP		5 116 151.09	0.15
JPY			
JPY DEPFA ACS BANK 0.75000% 03-22.09.08	900 000 000.00	5 494 245.82	0.17
JPY DEVELOPMENT BANK OF JAPAN 1.70000% 02-20.09.22	475 000 000.00	2 782 550.71	0.08
Total JPY		8 276 796.53	0.25
USD			
USD FANNIE MAE 6.62500% 00-15.11.10	4 600 000.00	3 437 710.37	0.10
USD GENERAL ELECTRIC CAPITAL CORP 4.12500% 05-04.03.08	5 000 000.00	3 499 922.65	0.11
USD SWEDISH EXPORT CREDIT CORP 3.50000% 04-15.01.08	5 000 000.00	3 506 739.79	0.11
Total USD		10 444 372.81	0.32
Total Notes, fixed rate		34 057 258.43	1.03

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Medium term notes, fixed rate			
AUD			
AUD EUROFIMA EUROPEAN RAILROADMAT FIN CO 6.50000% 01-22.08.11	2 200 000.00	1 351 645.31	0.04
AUD RABOBANK NEDERLAND (AUSTRALIA) 5.75000% 04-15.11.07	2 250 000.00	1 397 849.51	0.04
Total AUD		2 749 494.82	0.08
EUR			
EUR AUSTRIA, REPUBLIC OF 4.65000% 03-15.01.18	6 000 000.00	6 103 860.00	0.19
EUR COMPAGNIE DE FINANCEMENT FONCIER 4.25000% 04-29.01.14	1 150 000.00	1 132 080.70	0.03
EUR DEPFA ACS BANK 3.50000% 06-16.03.11	5 000 000.00	4 846 892.50	0.15
EUR DEXIA MUNICIPAL AGENCY 4.00000% 04-26.01.11	3 750 000.00	3 701 802.00	0.11
EUR KREDITANSTALT FUER WIEDERAUFBAU 4.62500% 07-12.10.12	5 000 000.00	5 062 175.00	0.15
Total EUR		20 846 810.20	0.63
GBP			
GBP GENERAL ELECTRIC CAPITAL CORP 6.25000% 02-15.12.17	2 750 000.00	4 001 096.67	0.12
Total GBP		4 001 096.67	0.12
JPY			
JPY BAYERISCHE LANDESBANK 1.40000% 01-22.04.13	300 000 000.00	1 834 701.20	0.06
JPY COMPANIE DE FINANCEMENT FONCIER 0.60000% 05-23.03.10	600 000 000.00	3 623 848.74	0.11
JPY DEXIA MUNICIPAL AGENCY 1.80000% 07-09.05.17	300 000 000.00	1 817 936.48	0.05
JPY GENERAL ELECTRIC CAPITAL CORP 1.45000% 06-10.11.11	250 000 000.00	1 520 003.96	0.05
JPY KFW INTERNATIONAL FINANCE INC 2.05000% 99-21.09.09	600 000 000.00	3 749 906.31	0.11
Total JPY		12 546 396.69	0.38
USD			
USD COUNCIL OF EUROPE DEVELOPMENT BANK 6.12500% 01-25.01.11	7 500 000.00	5 530 563.54	0.17
USD INTERNATIONAL FINANCE CORP 3.00000% 03-15.04.08	7 500 000.00	5 202 373.16	0.16
USD LANDESBANK HESSEN-THUERINGEN GZ 3.37500% 03-17.04.08	7 100 000.00	4 942 471.68	0.15
USD NATIONAL AUSTRALIA BANK LTD 5.12500% 07-08.03.10	3 000 000.00	2 118 038.18	0.06
USD NV BANK NEDERLANDSE GEMEENTEN 2.37500% 03-15.09.08	9 000 000.00	6 197 784.95	0.19
USD NV BANK NEDERLANDSE GEMEENTEN 5.12500% 06-05.10.16	11 500 000.00	8 085 648.82	0.24
USD ROCHE HOLDINGS INC 3.25000% 03-02.10.07	2 500 000.00	1 757 251.34	0.05
Total USD		33 834 131.67	1.02
Total Medium term notes, fixed rate		73 977 930.05	2.23
Bonds, fixed rate			
AUD			
AUD QUEENSLAND TREASURY CORP 6.00000% 03-14.10.15	6 500 000.00	3 892 958.31	0.12
Total AUD		3 892 958.31	0.12
CAD			
CAD CANADA HOUSING TRUST 4.65000% 04-15.09.09	750 000.00	533 988.54	0.02
CAD CANADA, GOVERNMENT 2.75000% 05-01.12.07	5 000 000.00	3 528 965.25	0.10
Total CAD		4 062 953.79	0.12
EUR			
EUR AUSTRIA, REPUBLIC OF-REG-S 4.30000% 07-15.09.17	20 000 000.00	19 737 000.00	0.60
EUR EUROHYPO AG 5.75000% 00-19.07.10	1 100 000.00	1 137 145.90	0.03
EUR FINLAND, REPUBLIC OF 5.75000% 00-23.02.11	24 000 000.00	25 160 832.00	0.79
EUR FRANCE, REPUBLIC OF-OAT3.00000% 04-25.10.15	10 000 000.00	9 101 566.00	0.27
EUR GERMANY, REPUBLIC OF 3.50000% 04-09.10.09	7 500 000.00	7 421 032.50	0.22
EUR GERMANY, REPUBLIC OF 3.75000% 04-04.01.15	23 750 000.00	23 003 203.38	0.69
EUR GERMANY, REPUBLIC OF 4.75000% 98-04.07.28	18 500 000.00	18 842 805.00	0.57
EUR GERMANY, REPUBLIC OF 5.00000% 01-04.07.11	9 750 000.00	10 028 684.25	0.30
EUR NETHERLANDS, KINGDOM OF THE 4.25000% 03-15.07.13	18 000 000.00	18 003 384.00	0.54
Total EUR		132 435 657.03	4.01
GBP			
GBP EUROPEAN INVESTMENT BANK 4.75000% 05-06.06.12	800 000.00	1 113 916.94	0.03
GBP EUROPEAN INVESTMENT BANK 6.25000% 99-15.04.14	3 400 000.00	5 077 800.52	0.15
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.75000% 03-07.09.15	900 000.00	1 266 419.99	0.04
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.75000% 04-07.06.10	4 000 000.00	5 698 978.60	0.18
Total GBP		13 157 116.05	0.40
JPY			
JPY DEVELOPMENT BANK OF JAPAN 1.40000% 02-20.06.12	300 000 000.00	1 849 939.61	0.06
JPY JAPAN FINANCE CORP FOR MUNICIPAL ENTERPR 2.00000% 06-09.05.16	1 200 000 000.00	7 588 633.36	0.22
JPY RABOBANK NEDERLAND NV 0.80000% 06-03.02.11	600 000 000.00	3 619 289.18	0.11
Total JPY		13 057 862.15	0.39
SEK			
SEK SWEDEN, KINGDOM OF 4.00000% 04-01.12.09	14 500 000.00	1 573 020.52	0.05
SEK SWEDEN, KINGDOM OF 5.00000% 04-01.12.20	7 000 000.00	810 839.44	0.02
SEK SWEDEN, KINGDOM OF 5.50000% 01-08.10.12	500 000.00	57 370.90	0.00
Total SEK		2 441 230.86	0.07

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD			
USD EUROPEAN INVESTMENT BANK 5.00000% 07-08.02.10	5 000 000.00	3 566 234.22	0.11
USD INTER-AMERICAN DEVELOPMENT BANK 5.62500% 99-16.04.09	450 000.00	322 157.47	0.01
USD ONTARIO-HYDRO 6.10000% 98-30.01.08	5 000 000.00	3 533 727.10	0.10
Total USD		7 422 118.79	0.22
Total Bonds, fixed rate		176 469 896.98	5.33
Total Transferable securities and money market instruments listed on an official stock exchange		2 016 265 705.22	60.88
Transferable securities and money market instruments traded on another regulated market			
Medium term notes, fixed rate			
AUD			
AUD LANDWIRTSCHAFTLICHE RENTENBANK 6.00000% 02-15.09.09	2 100 000.00	1 285 110.55	0.04
Total AUD		1 285 110.55	0.04
Total Medium term notes, fixed rate		1 285 110.55	0.04
Bonds, fixed rate			
CAD			
CAD CANADA HOUSING TRUST 4.05000% 05-15.03.11	2 250 000.00	1 575 758.95	0.05
Total CAD		1 575 758.95	0.05
Total Bonds, fixed rate		1 575 758.95	0.05
Treasury notes, fixed rate			
USD			
USD AMERICA, UNITED STATES OF 3.00000% 02-15.11.07	34 500 000.00	24 230 612.79	0.73
USD AMERICA, UNITED STATES OF 3.00000% 03-15.02.08	51 500 000.00	36 065 680.11	1.08
USD AMERICA, UNITED STATES OF 3.87500% 03-15.02.13	23 000 000.00	15 903 566.42	0.48
USD AMERICA, UNITED STATES OF 4.25000% 04-15.11.14	18 500 000.00	12 883 474.66	0.39
USD AMERICA, UNITED STATES OF 4.37500% 05-15.11.08	20 000 000.00	14 118 145.05	0.43
USD AMERICA, UNITED STATES OF 4.37500% 05-15.12.10	3 400 000.00	2 415 213.31	0.07
USD AMERICA, UNITED STATES OF 4.75000% 07-15.02.37	35 000 000.00	24 270 309.03	0.73
USD AMERICA, UNITED STATES OF 4.87500% 06-15.08.09	1 400 000.00	1 000 268.33	0.03
USD AMERICA, UNITED STATES OF 5.12500% 06-15.05.16	31 000 000.00	22 712 472.66	0.69
USD AMERICA, UNITED STATES OF 5.37500% 01-15.02.31	24 000 000.00	18 065 081.74	0.55
Total USD		171 664 824.10	5.18
Total Treasury notes, fixed rate		171 664 824.10	5.18
Total Transferable securities and money market instruments traded on another regulated market		174 525 693.60	5.27
Recently issued transferable securities and money market instruments			
Bonds, fixed rate			
GBP			
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.00000% 03-07.03.09	2 250 000.00	3 177 497.89	0.10
Total GBP		3 177 497.89	0.10
Total Bonds, fixed rate		3 177 497.89	0.10
Total Recently issued transferable securities and money market instruments		3 177 497.89	0.10
UCITS in accordance with Article 41 (1) e)			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) IF-EMERGING MARKETS EQUITY FA	7 613.00	108 930 428.61	3.29
USD UBS (LUX) IF-SMALL CAPS US EQUITY FA	5 803.46	50 271 725.99	1.52
USD UBS (LUX) IF-US CORPORATE BONDS FA	17 750.00	133 454 049.16	4.03
USD UBS (LUX) IF-US SECURITIZED MORTGAGE FA	42 150.00	318 042 741.10	9.60
USD UBS (LUX) IF-USD HIGH YIELD FA-USD	11 975.00	96 859 985.89	2.93
USD UBS (LUX) INSTITUTIONAL SICAV – US EQUITY GROWTH FA	28 620.00	234 983 653.07	7.10
Total Luxembourg		942 542 583.82	28.47

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
United States			
USD ISHARES TRUST-RUSSELL 2000 INDEX FUND	741 500.00	41 774 060.38	1.26
Total United States		41 774 060.38	1.26
Total Investment certificates, open end		984 316 644.20	29.73
Total UCITS in accordance with Article 41 (1) e)		984 316 644.20	29.73
Total investments in securities		3 178 285 540.91	95.98

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

GBP FTSE 100 INDEX FUTURE 21.12.07	820.00	-193 828.68	-0.01
AUD SPI 200 INDEX FUTURE 20.12.07	-301.00	-1 381 344.01	-0.04
EUR DAX INDEX FUTURE 21.12.07	-150.00	-1 246 875.00	-0.04
CAD S&P/TSX 60 INDEX FUTURE 20.12.07	-235.00	-549 423.47	-0.02
JPY NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-192.00	-619 189.81	-0.02
EUR AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	363.00	777 546.00	0.03
Total Financial Futures on Indices		-3 213 114.97	-0.10
Total Derivative instruments listed on an official stock exchange		-3 213 114.97	-0.10
Total Derivative instruments		-3 213 114.97	-0.10

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

EUR 292 667 222.73	GBP	200 000 000.00	15.11.2007	6 678 077.25	0.20
CHF 238 000 000.00	EUR	147 177 955.46	15.11.2007	-3 563 260.93	-0.11
SEK 1 410 000 000.00	EUR	150 654 545.92	15.11.2007	2 682 907.32	0.08
HKD 31 500 000.00	EUR	2 986 186.75	15.11.2007	-137 232.81	0.00
EUR 53 282 497.88	AUD	90 000 000.00	15.11.2007	-2 563 053.30	-0.08
SGD 57 600 000.00	EUR	28 079 480.53	15.11.2007	-724 675.96	-0.02
EUR 3 869 287.96	NOK	31 000 000.00	15.11.2007	-146 455.56	0.00
EUR 2 524 188 600.87	USD	3 415 000 000.00	15.11.2007	124 508 452.22	3.77
EUR 94 970 077.44	CAD	136 000 000.00	15.11.2007	-1 224 579.51	-0.04
JPY 17 799 999 488.00	EUR	115 889 940.28	15.11.2007	-6 535 138.46	-0.20
EUR 2 820 995.73	DKK	21 000 000.00	15.11.2007	3 109.81	0.00
EUR 4 407 098.37	GBP	3 000 000.00	15.11.2007	117 169.94	0.00
EUR 3 451 616.81	AUD	5 700 000.00	15.11.2007	-85 679.54	0.00
EUR 906 283.33	CAD	1 300 000.00	15.11.2007	-13 216.31	0.00
EUR 2 221 587.48	JPY	350 000 000.00	15.11.2007	71 657.67	0.00
EUR 2 943 167.44	GBP	2 000 000.00	15.11.2007	83 187.90	0.00
EUR 3 659 197.03	USD	5 000 000.00	15.11.2007	145 951.20	0.00
EUR 691 213.98	CAD	1 000 000.00	15.11.2007	-16 061.79	0.00
EUR 2 513 175.32	NOK	20 000 000.00	15.11.2007	-77 716.97	0.00
EUR 1 602 766.16	SEK	15 000 000.00	15.11.2007	-28 483.65	0.00
EUR 8 812 384.34	GBP	6 000 000.00	15.11.2007	232 537.16	0.01
EUR 905 190.36	AUD	1 500 000.00	15.11.2007	-25 660.39	0.00
EUR 9 613 474.25	JPY	1 500 000 000.00	15.11.2007	398 996.11	0.01
CHF 800 000.00	EUR	487 941.74	15.11.2007	-5 239.44	0.00
EUR 207 747.60	CAD	300 000.00	15.11.2007	-4 437.18	0.00
SGD 137 546 070.00	EUR	65 500 000.00	17.10.2007	-292 072.22	-0.01
CAD 163 201 997.00	EUR	112 700 000.00	17.10.2007	2 748 481.39	0.08
EUR 298 178.13	AUD	500 000.00	15.11.2007	-12 086.49	0.00
EUR 3 139 421.72	JPY	500 000 000.00	15.11.2007	68 276.43	0.00
USD 25 000 000.00	EUR	17 975 395.28	15.11.2007	-410 877.90	-0.01
SGD 314 823.75	EUR	150 000.00	17.10.2007	-748.02	0.00
EUR 844 457.89	CAD	1 200 000.00	15.11.2007	-4 353.12	0.00
JPY 250 000 000.00	EUR	1 566 160.90	15.11.2007	-30 607.21	0.00
EUR 729 855.98	CHF	1 200 000.00	15.11.2007	5 813.50	0.00
EUR 7 200 149.76	USD	10 000 000.00	15.11.2007	174 289.46	0.01
GBP 3 000 000.00	EUR	4 308 982.79	15.11.2007	-19 578.23	0.00
SGD 1 680 848.00	EUR	800 000.00	17.10.2007	-3 143.26	0.00
JPY 5 000 000 000.00	EUR	30 994 104.92	15.11.2007	-284 788.36	-0.01
EUR 281 197.06	CAD	400 000.00	15.11.2007	-1 738.40	0.00
EUR 68 113.14	JPY	11 000 000.00	15.11.2007	553.04	0.00
GBP 2 300 000.00	EUR	3 280 465.54	15.11.2007	7 954.68	0.00
EUR 2 846 448.34	USD	4 000 000.00	15.11.2007	36 283.67	0.00
EUR 669 148.60	CHF	1 100 000.00	15.11.2007	5 442.39	0.00
USD 34 000 000.00	EUR	24 106 123.66	15.11.2007	-220 197.59	-0.01
USD 3 415 000 000.00	EUR	2 404 626 459.06	15.11.2007	-5 584 687.37	-0.17
EUR 2 404 523 179.18	USD	3 415 000 000.00	16.11.2007	5 526 662.63	0.17
EUR 112 700 000.00	CAD	159 842 522.70	17.10.2007	-376 025.36	-0.01
CAD 159 834 971.80	EUR	112 700 000.00	18.10.2007	369 754.30	0.01
Total Forward Foreign Exchange contracts (Purchase/Sale)				121 473 762.74	3.67

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Cash at banks, deposits on demand and deposit accounts and other liquid assets		47 372 717.61	1.43
Bank overdraft and other short-term liabilities		-29 917 584.32	-0.90
Other assets and liabilities		-2 791 987.31	-0.08
Total net assets		3 311 209 334.66	100.00

UBS (Lux) Key Selection Sicav

– Global Allocation (GBP)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in GBP		166 238 207.78	139 624 083.20	67 673 980.74
Class (GBP) B	LU0197216806			
Shares outstanding		12 166 269.9800	11 146 113.3210	5 848 358.2490
Net asset value per share in GBP		13.66	12.53	11.57

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United States	41.75	Investment funds & pension foundations	29.63
Luxembourg	28.41	Banks & credit institutions	10.51
Germany	4.81	Countries & central governments	9.87
United Kingdom	4.33	Pharmaceuticals, cosmetics & medical products	5.37
Japan	3.57	Telecommunications	3.91
France	3.51	Internet, software & IT services	3.89
Netherlands	1.93	Finance & holding companies	3.71
Switzerland	1.59	Petroleum	3.30
Supranationals	1.16	Electronics & semiconductors	3.22
Canada	1.09	Insurance	2.56
Finland	0.85	Energy & water supply	2.48
Australia	0.77	Vehicles	2.18
Italy	0.60	Traffic & transportation	1.91
Sweden	0.47	Mechanical engineering & industrial equipment	1.69
Ireland	0.45	Retail trade, department stores	1.65
Spain	0.42	Tobacco & alcohol	1.36
Cayman Islands	0.37	Graphic design, publishing & media	1.32
Hong Kong	0.28	Supranational organisations	1.16
Norway	0.28	Biotechnology	1.08
Greece	0.21	Building industry & materials	0.85
Austria	0.14	Miscellaneous trading companies	0.70
Denmark	0.11	Lodging, catering & leisure	0.69
Belgium	0.10	Various capital goods	0.39
Total	97.20	Healthcare & social services	0.39
		Textiles, garments & leather goods	0.38
		Computer hardware & network equipment providers	0.37
		Non-ferrous metals	0.33
		Food & soft drinks	0.33
		Chemicals	0.29
		Miscellaneous unclassified companies	0.26
		Rubber & tyres	0.25
		Mining, coal & steel	0.24
		Public, non-profit institutions	0.21
		Forestry, paper & pulp products	0.19
		Real estate	0.19
		Miscellaneous consumer goods	0.13
		Cantons, federal states	0.12
		Electrical devices & components	0.09
		Total	97.20

Report of the Portfolio Manager

In the year under review (1 October 2006 to 30 September 2007) equities performed strongly worldwide. In spite of the sharp setbacks at the end of February and from the end of July until the middle of August, the losses were quickly offset. Risk aversion and problems in the US subprime mortgage market triggered this volatility. However, the bond markets were able to benefit from the downturn on the equity markets during these periods.

In the year under review the subfund underperformed its benchmark [UBS Customised Global Securities Market Index (GSMI)]. Market selection, stock selection and currency strategy all made a negative contribution to performance; in the case of currency strategy this was because the fund was invested in anti-carry trades. The strategy of overweighting stocks had a positive impact on performance, particularly the overweight in emerging market equities.

Statement of Net Assets

	GBP
	30.9.2007
Assets	
Investments in securities, cost	156 867 294.02
Investments in securities, unrealized appreciation (depreciation)	4 707 122.68
Total investments in securities (Note 1)	161 574 416.70
Cash at banks, deposits on demand and deposit accounts	3 642 677.77
Other liquid assets (Margins)	900 359.75
Receivable on subscriptions	61 017.51
Interest receivable on securities	398 165.77
Interest receivable on liquid assets	12 582.71
Receivable on dividends	101 086.21
Other receivables	12 781.28
Unrealized gain (loss) on financial futures (Note 1)	-231 311.35
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	2 403 711.63
Total Assets	168 875 487.98
Liabilities	
Bank overdraft	-1 938 845.72
Other short-term liabilities (Margins)	-4 500.00
Interest payable on bank overdraft	-3 317.88
Payable on securities purchases (Note 1)	-14 986.46
Payable on redemptions	-169 630.00
Provisions for all-in fee (Note 2)	-490 985.84
Provisions for tax d'abonnement (Note 3)	-15 014.30
Total provisions	-506 000.14
Total Liabilities	-2 637 280.20
Net assets at the end of the financial year	166 238 207.78

Statement of Operations

	GBP
	1.10.2006–30.9.2007
Income	
Interest on liquid assets	237 897.06
Interest on securities	930 901.91
Dividends	1 412 726.17
Income on securities lending (Note 4)	53 724.86
Total income	2 635 250.00
Expenses	
All-in fee (Note 2)	-3 273 886.88
Taxe d'abonnement (Note 3)	-59 503.92
Interest on liquid assets and bank overdraft	-62 848.46
Total expenses	-3 396 239.26
Net income on investments	-760 989.26
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	4 950 428.03
Realized gain (loss) on financial futures	-330 316.09
Realized gain (loss) on forward foreign exchange contracts	5 106 376.81
Total realized gain (loss) on investments	9 726 488.75
Realized gain (loss) on foreign exchange	-483 467.21
Total realized gain (loss)	9 243 021.54
Net realized gain (loss) of the financial year	8 482 032.28
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	1 072 973.27
Unrealized appreciation (depreciation) on financial futures	-250 504.32
Unrealized appreciation (depreciation) on forward foreign exchange contracts	3 899 143.26
Total changes in unrealized appreciation (depreciation)	4 721 612.21
Net increase (decrease) in net assets as a result of operations	13 203 644.49

Statement of Changes in Net Assets

	GBP
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	139 624 083.20
Subscriptions	45 418 949.53
Redemptions	-32 008 469.44
Total net subscriptions (redemptions)	13 410 480.09
Net income on investments	-760 989.26
Total realized gain (loss)	9 243 021.54
Total changes in unrealized appreciation (depreciation)	4 721 612.21
Net increase (decrease) in net assets as a result of operations	13 203 644.49
Net assets at the end of the financial year	166 238 207.78

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(GBP) B
Number of shares outstanding at the beginning of the financial year	11 146 113.3210
Number of shares issued	3 429 161.9650
Number of shares redeemed	-2 409 005.3060
Number of shares outstanding at the end of the financial year	12 166 269.9800

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Australia			
AUD NATL AUSTRALIA BK NPV	14 680.00	253 208.94	0.15
AUD QANTAS AIRWAYS NPV	136 196.00	330 104.65	0.20
AUD QBE INS GROUP NPV	30 776.00	451 837.18	0.27
Total Australia		1 035 150.77	0.62
Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR)	11 411.00	146 163.70	0.09
Total Austria		146 163.70	0.09
Belgium			
EUR KBC GROUP NV NPV	2 567.00	172 879.27	0.10
Total Belgium		172 879.27	0.10
Canada			
CAD ALCAN INC COM	5 900.00	289 183.87	0.17
CAD CANADIAN NATL RY CO COM	6 500.00	182 236.27	0.11
CAD CANADIAN PAC RY LTD COM	4 300.00	148 677.61	0.09
CAD COTT CORP QUE COM	9 200.00	35 899.96	0.02
CAD MAGNA INTL INC CL A	2 800.00	132 703.41	0.08
CAD MANULIFE FINL CORP COM	8 400.00	170 156.33	0.10
CAD TORONTO DOMINION BK ONT COM NEW	11 000.00	414 568.49	0.26
Total Canada		1 373 425.94	0.83
Cayman Islands			
USD GLOBALSANTAFE CORP COM USD0.01	16 500.00	615 667.41	0.37
Total Cayman Islands		615 667.41	0.37
Denmark			
DKK NOVO-NORDISK AS DKK2 SER'B'	3 175.00	187 613.59	0.11
Total Denmark		187 613.59	0.11
Finland			
EUR NOKIA OYJ EURO.06	15 524.00	288 897.34	0.17
EUR STORA ENSO OYJ NPV SER'R'	32 695.00	311 753.83	0.19
Total Finland		600 651.17	0.36
France			
EUR AXA EUR2.29	25 278.00	553 701.13	0.33
EUR FRANCE TELECOM EUR4	42 226.00	692 377.14	0.42
EUR SANOFI-AVENTIS EUR2	1 321.00	54 754.87	0.03
EUR TOTAL EUR2.5 (POST SUBDIVISION)	20 892.00	831 547.37	0.50
Total France		2 132 380.51	1.28
Germany			
EUR E.ON AG NPV	2 895.00	262 019.94	0.16
EUR MAN AG ORD NPV	2 539.00	180 865.39	0.11
EUR METRO AG ORD NPV	4 572.00	202 145.48	0.12
EUR SAP AG ORD NPV	10 177.00	291 616.91	0.17
Total Germany		936 647.72	0.56
Greece			
EUR ALPHA BANK EUR3.90(CR)	13 405.00	228 690.32	0.14
Total Greece		228 690.32	0.14
Hong Kong			
HKD ESPRIT HOLDINGS HKD0.1	30 000.00	234 086.85	0.14
HKD SUN HUNG KAI PROP HKD0.50	21 000.00	173 811.85	0.10
HKD YUE YUEN INDL HLDG HKD0.25	44 000.00	64 634.51	0.04
Total Hong Kong		472 533.21	0.28
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	32 219.00	292 371.59	0.18
EUR CRH ORD EURO.32(DUBLIN LISTING)	8 784.00	170 764.38	0.10
GBP EXPERIAN GROUP ORD USD0.10	24 600.00	127 182.00	0.08
EUR IRISH LIFE & PERM ORD EURO.32	9 392.00	102 142.22	0.06
EUR SMURFIT KAPPA GRP ORD EURO.001	4 389.00	49 662.47	0.03
Total Ireland		742 122.66	0.45
Italy			
EUR FIAT SPA EUR5	11 395.00	168 309.94	0.10
EUR INTESA SANPAOLO	154 835.00	585 149.92	0.36
EUR UNICREDITO ITALIAN EURO.50	56 531.00	236 765.10	0.14
Total Italy		990 224.96	0.60

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Japan			
JPY AEON CO LTD NPV	10 600.00	73 418.29	0.04
JPY ASAHI BREWERIES NPV	23 500.00	175 503.50	0.11
JPY BK OF YOKOHAMA NPV	38 000.00	128 598.72	0.08
JPY BRIDGESTONE CORP NPV	15 200.00	164 762.05	0.10
JPY CANON INC NPV	11 100.00	297 009.53	0.18
JPY EAST JAPAN RAILWAY NPV	26.00	100 526.70	0.06
JPY FAST RETAILING CO NPV	1 800.00	50 929.09	0.03
JPY FUNAI ELECTRIC CO NPV	2 200.00	46 943.19	0.03
JPY HONDA MOTOR CO NPV	17 400.00	286 626.55	0.17
JPY HOYA CORP NPV	13 400.00	224 166.51	0.13
JPY JAPAN TOBACCO INC NPV	81.00	218 119.38	0.13
JPY JFE HOLDINGS INC NPV	3 100.00	107 687.67	0.06
JPY KDDI CORP NPV	30.00	109 078.89	0.07
JPY KUBOTA CORP NPV	31 000.00	125 150.53	0.08
JPY MITSUBISHI CORP NPV	22 600.00	351 066.75	0.23
JPY MITSUI FUDOSAN CO NPV	10 000.00	136 135.24	0.08
JPY MITSUI O.S.K.LINES NPV	11 000.00	87 361.27	0.05
JPY MITSUI SUMITOMO IN NPV	36 000.00	207 249.90	0.12
JPY NIPPON TEL&TEL CP NPV	1.00	2 291.68	0.00
JPY NITTO DENKO CORP NPV	8 400.00	191 425.77	0.12
JPY NOK CORP NPV	8 900.00	93 434.01	0.06
JPY NOMURA HOLDINGS NPV	13 900.00	114 248.62	0.07
JPY NTN CORP NPV	24 000.00	104 982.03	0.06
JPY NTT DOCOMO NPV	208.00	145 575.09	0.09
JPY ROHM CO LTD NPV	4 600.00	199 252.48	0.12
JPY SHIN-ETSU CHEMICAL NPV	6 500.00	220 248.89	0.13
JPY SMC CORP NPV	1 600.00	107 406.01	0.06
JPY SOMPO JAPAN INS NPV	18 000.00	101 243.65	0.06
JPY SUMITOMO MITSUI FG NPV	70.00	267 362.78	0.16
JPY SUMITOMO TRUST&BKG NPV	33 000.00	122 380.88	0.07
JPY TOKYO GAS CO NPV	47 000.00	107 307.85	0.06
JPY TOYOTA MOTOR CORP NPV	11 500.00	332 741.83	0.20
JPY YAMADA DENKI CO NPV	2 730.00	132 465.56	0.08
Total Japan		5 132 700.89	3.09
Netherlands			
EUR ABN-AMRO HLDGS NV EURO.56	15 671.00	404 194.98	0.25
EUR ASML HOLDING NV EURO.02	17 997.00	292 080.68	0.18
EUR KON KPN NV EURO.24	31 559.00	268 098.00	0.16
EUR PHILIPS ELEC(KON) EURO.20	5 490.00	121 290.23	0.07
EUR REED ELSEVIER NV EURO.06	21 286.00	197 914.70	0.12
EUR STMICROELECTRONICS EUR1.04	17 026.00	140 121.96	0.08
EUR TNT NV EURO.48	8 948.00	183 633.99	0.11
Total Netherlands		1 607 334.54	0.97
Norway			
NOK STATOILHYDRO ASA NOK2.50	19 350.00	321 857.13	0.20
NOK TELENOR ASA ORD NOK6	14 400.00	140 780.03	0.08
Total Norway		462 637.16	0.28
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	124 000.00	242 736.59	0.15
SEK SANDVIK AB NPV (POST SPLIT)	27 900.00	292 659.88	0.17
Total Sweden		535 396.47	0.32
United Kingdom			
GBP ASSOCOD BRIT FOODS ORD GBP0.0568	8 305.00	66 481.53	0.04
GBP ASTRAZENCA ORD USD0.25	7 594.00	185 977.06	0.11
GBP BALFOUR BEATTY GBP0.50	20 631.00	97 894.10	0.06
GBP BARCLAYS ORD GBP0.25	82 284.00	490 001.22	0.29
GBP BP ORD USD0.25	160 977.00	913 544.48	0.55
GBP BRITISH SKY BROADC ORD GBP0.50	26 266.00	182 548.70	0.11
GBP CADBURY SCHWEPES ORD GBP0.125	20 146.00	114 227.82	0.07
GBP CARNIVAL PLC ORD USD1.66	7 475.00	174 466.50	0.10
GBP DIAGEO ORD GBX28.935185	32 967.00	354 065.58	0.21
GBP GLAXOSMITHKLINE ORD GBP0.25	6 940.00	90 011.80	0.05
GBP HOME RETAIL GROUP ORD GBP0.10	13 667.00	50 943.74	0.03
GBP KESA ELECTRICALS ORD GBP0.25	39 630.00	109 081.58	0.07
GBP KINGFISHER ORD GBP0.157142857	85 680.00	153 195.84	0.09
GBP PRUDENTIAL ORD GBP0.05	59 215.00	445 000.73	0.27
GBP RENTOKIL INITIAL ORD GBP0.01	47 636.00	79 504.48	0.05
GBP RIO TINTO ORD GBP0.10	6 274.00	265 264.72	0.16
GBP ROYAL BK SCOT GRP ORD GBP0.25	81 967.00	430 326.75	0.26
GBP SCOT & STHN ENERGY ORD GBP0.50	12 519.00	189 162.09	0.11
GBP STANDARD CHARTERED ORD USD0.50	12 002.00	192 032.00	0.12
GBP TESCO ORD GBP0.05	58 901.00	258 722.64	0.16
GBP VODAFONE GROUP ORD USD0.11428571	569 782.00	1 005 665.23	0.62
GBP WOLSELEY ORD GBP0.25	22 919.00	189 425.54	0.11
GBP WPP GROUP ORD GBP0.10	18 745.00	124 091.90	0.07
Total United Kingdom		6 161 636.03	3.71
United States			
USD AFLAC INC COM	14 700.00	411 558.15	0.25
USD ALLERGAN INC COM	41 900.00	1 325 885.59	0.80
USD ALLSTATE CORP COM	19 300.00	541 766.02	0.33

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD AMAZON COM INC COM	19 300.00	882 418.34	0.53
USD AMERICAN ELEC PWR INC COM	24 600.00	556 393.35	0.33
USD AMGEN INC COM	8 300.00	230 461.63	0.14
USD ANALOG DEVICES INC COM	60 200.00	1 068 462.46	0.64
USD ANHEUSER BUSCH COS INC COM	18 800.00	461 291.38	0.28
USD AT&T INC COM	44 800.00	930 369.35	0.56
USD BEA SYS INC COM	65 700.00	447 276.61	0.27
USD BK OF NY MELLON CP COM STK USD0.01	62 667.00	1 357 705.54	0.82
USD BORG WARNER INC COM	18 300.00	822 145.92	0.49
USD BRISTOL MYERS SQUIBB CO COM	34 100.00	482 372.69	0.29
USD BURLINGTON NORTHN SANTA FE CP COM	29 300.00	1 167 340.42	0.70
USD CARNIVAL CORP COM USD0.01(PAIRED STOCK)	40 700.00	967 482.76	0.58
USD CEPHALON INC COM	7 200.00	258 194.22	0.16
USD CHEVRON CORP NEW COM	9 900.00	454 728.94	0.27
USD CHICOS FAS INC COM	37 900.00	261 366.48	0.16
USD CITIGROUP INC COM	98 700.00	2 260 941.42	1.35
USD CITRIX SYS INC COM	28 300.00	560 068.72	0.34
USD CITY NATL CORP COM	8 500.00	290 001.72	0.17
USD COACH INC COM	14 500.00	336 424.77	0.20
USD COMCAST CORP NEW CL A	40 000.00	474 734.34	0.29
USD CONSTELLATION BRANDS INC CL A	41 600.00	494 336.27	0.30
USD COSTCO WHSL CORP NEW COM	30 800.00	927 771.86	0.56
USD DELL INC COM	45 400.00	615 034.24	0.37
USD DISCOVER FINL SVCS COM STK USD0.01	33 787.00	344 942.99	0.21
USD ENSCO INTL INC COM	16 000.00	440 572.31	0.27
USD EOG RES INC COM	14 800.00	525 429.60	0.32
USD EXELON CORP COM	50 800.00	1 879 052.69	1.13
USD EXXON MOBIL CORP COM	13 300.00	604 239.82	0.36
USD FEDEX CORP COM	19 100.00	982 023.22	0.59
USD FIFTH THIRD BANCORP COM	49 600.00	824 820.48	0.50
USD FORTUNE BRANDS INC COM	13 800.00	551 972.91	0.33
USD FREDDIE MAC MTG CORP COM	20 800.00	602 453.19	0.36
USD GENERAL ELECTRIC CO COM	83 300.00	1 692 698.85	1.02
USD GENZYME CORP COM USD0.01	32 100.00	976 226.96	0.59
USD GOOGLE INC CL A	1 600.00	445 496.36	0.27
USD HALLIBURTON CO COM	41 500.00	782 192.55	0.47
USD HARLEY DAVIDSON INC COM	11 700.00	265 372.67	0.16
USD HARTFORD FINL SVCS GROUP INC COM	13 300.00	604 174.54	0.36
USD ILLINOIS TOOL WKS INC COM	46 800.00	1 369 991.41	0.82
USD INTEL CORP COM	140 100.00	1 778 283.55	1.07
USD INTUIT COM	30 600.00	455 091.17	0.27
USD JOHNSON & JOHNSON COM	24 700.00	796 519.99	0.48
USD JOHNSON CTLS INC COM	22 100.00	1 281 189.29	0.77
USD JP MORGAN CHASE & CO COM	47 700.00	1 072 772.96	0.65
USD LINEAR TECHNOLOGY CORP COM	27 000.00	463 705.30	0.28
USD MASCO CORP COM	83 400.00	948 476.21	0.57
USD MCGRAW HILL COS INC COM	13 300.00	332 344.96	0.20
USD MEDCO HEALTH SOLUTIONS INC COM	15 100.00	669 933.49	0.40
USD MEDTRONIC INC COM	23 700.00	656 203.89	0.39
USD MERCK & CO INC COM	44 000.00	1 116 332.49	0.67
USD MICROSOFT CORP COM	119 900.00	1 733 749.23	1.04
USD MILLENNIUM PHARMACEUTICALS INC COM	65 800.00	327 813.09	0.20
USD MILLIPORE CORP COM	4 300.00	159 982.33	0.10
USD MORGAN STANLEY COM NEW	54 700.00	1 691 461.95	1.02
USD NEENAH PAPER INC COM	87.00	1 413.03	0.00
USD NEWS CORP CL A	56 600.00	610 908.29	0.37
USD NISOURCE INC COM	31 200.00	293 110.17	0.18
USD NORTHEAST UTILS COM	3 400.00	47 678.60	0.03
USD OMNICOM GROUP INC COM	28 000.00	660 917.37	0.40
USD PACCAR INC COM	14 900.00	623 469.21	0.38
USD PEABODY ENERGY CORP COM	16 700.00	392 386.68	0.24
USD PEPICO HOLDINGS INC COM	20 000.00	265 835.52	0.16
USD PHARMACEUTICAL PROD DEV INC COM	12 600.00	219 178.84	0.13
USD PNC FINL SVCS GROUP INC COM	17 900.00	598 321.35	0.36
USD R H DONNELLEY CORP COM NEW	19 500.00	536 181.80	0.32
USD RED HAT INC COM	20 300.00	197 983.16	0.12
USD SCHERING PLOUGH CORP COM	25 600.00	397 441.77	0.24
USD SEMPR A ENERGY COM	23 400.00	667 537.73	0.40
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	134 474.00	1 254 083.00	0.75
USD SYMANTEC CORP COM	86 964.00	827 232.59	0.50
USD SYSCO CORP COM	46 100.00	805 310.33	0.48
USD TARGET CORP COM	15 700.00	489 876.06	0.29
USD UNITEDHEALTH GROUP INC COM	27 000.00	641 819.03	0.39
USD VIACOM INC NEW CL B	25 500.00	487 758.61	0.29
USD WELLS FARGO & CO NEW COM	113 900.00	1 991 370.16	1.20
USD WYETH COM	56 300.00	1 231 091.86	0.74
USD XILINX INC COM	47 400.00	608 160.60	0.37
USD YAHOO INC COM	47 200.00	621 811.67	0.37
Total United States		59 432 931.07	35.76
Total Bearer shares		82 966 787.39	49.92
Other shares			
Netherlands			
EUR ING GROEP NV CVA EUR0.24	12 322.00	267 756.54	0.16
Total Netherlands		267 756.54	0.16

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	8 278.00	734 227.78	0.44
Total Switzerland		734 227.78	0.44
Total Other shares		1 001 984.32	0.60
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	8 318.00	209 548.98	0.13
Total Germany		209 548.98	0.13
Total Preference shares		209 548.98	0.13
Registered shares			
France			
EUR MICHELIN (CGDE) EUR2(REGD)	3 912.00	257 453.13	0.15
Total France		257 453.13	0.15
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	5 759.00	658 678.19	0.40
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	4 914.00	242 306.80	0.15
EUR DT POSTBANK AG NPV(REGD)	3 295.00	118 429.00	0.07
EUR SIEMENS AG NPV(REGD)	9 733.00	655 078.90	0.39
Total Germany		1 674 492.89	1.01
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	4 000.00	124 809.39	0.08
Total Greece		124 809.39	0.08
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	69 124.00	657 664.62	0.40
Total Spain		657 664.62	0.40
Switzerland			
CHF CLARIANT CHF4.25(REGD)	11 923.00	71 687.32	0.04
CHF CREDIT SUISSE GRP CHF0.04(REGD)	16 687.00	541 969.58	0.33
CHF HOLCIM CHF2(REGD)	3 572.00	193 005.45	0.12
CHF NESTLE SA CHF1(REGD)	1 506.00	330 935.85	0.20
CHF NOVARTIS AG CHF0.50(REGD)	23 836.00	643 463.12	0.37
CHF STRAUMANN HLDG CHF0.1(REGD)	952.00	130 798.23	0.08
Total Switzerland		1 911 859.55	1.14
Total Registered shares		4 626 279.58	2.78
Notes, fixed rate			
EUR			
EUR FRANCE, REPUBLIC OF-BTAN 3.00000% 04-12.01.10	1 850 000.00	1 261 261.83	0.75
EUR INSTITUTO DE CREDITO OFICIAL 5.00000% 98-18.12.08	60 000.00	42 171.33	0.03
Total EUR		1 303 433.16	0.78
GBP			
GBP EUROPEAN INVESTMENT BANK 6.00000% 98-07.12.28	250 000.00	279 005.75	0.17
Total GBP		279 005.75	0.17
JPY			
JPY DEVELOPMENT BANK OF JAPAN 1.70000% 02-20.09.22	45 000 000.00	184 010.14	0.11
Total JPY		184 010.14	0.11
USD			
USD FANNIE MAE 6.62500% 00-15.11.10	525 000.00	273 873.82	0.16
USD GENERAL ELECTRIC CAPITAL CORP 4.12500% 05-04.03.08	1 000 000.00	488 616.58	0.30
USD SWEDISH EXPORT CREDIT CORP 3.50000% 04-15.01.08	250 000.00	122 392.08	0.07
Total USD		884 882.48	0.53
Total Notes, fixed rate		2 651 331.53	1.59
Medium term notes, fixed rate			
AUD			
AUD EUROFIMA EUROPEAN RAILROADMAT FIN CO 6.50000% 01-22.08.11	400 000.00	171 545.69	0.11
AUD RABOBANK NEDERLAND (AUSTRALIA) 5.75000% 04-15.11.07	125 000.00	54 208.54	0.03
Total AUD		225 754.23	0.14

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
EUR			
EUR AUSTRIA, REPUBLIC OF 4.65000% 03-15.01.18	125 000.00	88 765.27	0.05
EUR COMPAGNIE DE FINANCEMENT FONCIER 4.25000% 04-29.01.14	150 000.00	103 074.34	0.06
EUR DEXIA MUNICIPAL AGENCY 4.00000% 04-26.01.11	175 000.00	120 586.79	0.08
Total EUR		312 426.40	0.19
GBP			
GBP GENERAL ELECTRIC CAPITAL CORP 6.25000% 02-15.12.17	100 000.00	101 560.80	0.06
Total GBP		101 560.80	0.06
JPY			
JPY BAYERISCHE LANDESBANK 1.40000% 01-22.04.13	50 000 000.00	213 448.87	0.13
JPY COMPAGNIE DE FINANCEMENT FONCIER 0.60000% 05-23.03.10	50 000 000.00	210 799.01	0.13
JPY GENERAL ELECTRIC CAPITAL CORP 1.45000% 06-10.11.11	25 000 000.00	106 102.22	0.06
JPY KFW INTERNATIONAL FINANCE INC 2.05000% 99-21.09.09	50 000 000.00	218 131.77	0.13
Total JPY		748 481.87	0.45
USD			
USD COUNCIL OF EUROPE DEVELOPMENT BANK 6.12500% 01-25.01.11	600 000.00	308 843.97	0.19
USD COUNCIL OF EUROPE DEVELOPMENT BANK 5.12500% 07-20.04.17	1 000 000.00	491 825.17	0.30
USD INTERNATIONAL FINANCE CORP 3.00000% 03-15.04.08	1 000 000.00	484 194.67	0.29
USD LANDESBANK HESSEN-THUERINGEN GZ 3.37500% 03-17.04.08	500 000.00	242 960.46	0.15
USD NV BANK NEDERLANDSE GEMEENTEN 2.37500% 03-15.09.08	650 000.00	312 454.74	0.19
USD NV BANK NEDERLANDSE GEMEENTEN 5.12500% 06-05.10.16	1 500 000.00	736 186.85	0.43
USD ROCHE HOLDINGS INC 3.25000% 03-02.10.07	150 000.00	73 597.81	0.04
Total USD		2 650 063.67	1.59
Total Medium term notes, fixed rate		4 038 286.97	2.43
Bonds, fixed rate			
AUD			
AUD QUEENSLAND TREASURY CORP 6.00000% 03-14.10.15	475 000.00	198 581.95	0.12
Total AUD		198 581.95	0.12
CAD			
CAD CANADA HOUSING TRUST 4.65000% 04-15.09.09	200 000.00	99 398.64	0.06
CAD CANADA, GOVERNMENT 2.75000% 05-01.12.07	300 000.00	147 801.34	0.09
Total CAD		247 199.98	0.15
EUR			
EUR EUROHYPO AG 5.75000% 00-19.07.10	100 000.00	72 161.12	0.04
EUR FINLAND, REPUBLIC OF 5.75000% 00-23.02.11	1 100 000.00	804 982.07	0.48
EUR FRANCE, REPUBLIC OF-OAT3.00000% 04-25.10.15	2 750 000.00	1 747 143.51	1.05
EUR GERMANY, REPUBLIC OF 3.50000% 03-10.10.08	250 000.00	173 567.80	0.10
EUR GERMANY, REPUBLIC OF 3.50000% 04-09.10.09	1 000 000.00	690 689.47	0.42
EUR GERMANY, REPUBLIC OF 3.75000% 04-04.01.15	900 000.00	608 481.04	0.37
EUR GERMANY, REPUBLIC OF 4.75000% 98-04.07.28	2 550 000.00	1 812 983.15	1.08
EUR GERMANY, REPUBLIC OF 5.00000% 01-04.07.11	1 200 000.00	861 589.41	0.52
EUR NETHERLANDS, KINGDOM OF THE 4.25000% 03-15.07.13	230 000.00	160 579.18	0.10
Total EUR		6 932 176.75	4.16
GBP			
GBP EUROPEAN INVESTMENT BANK 4.75000% 05-06.06.12	170 000.00	165 230.99	0.10
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.75000% 04-07.06.10	800 000.00	795 622.00	0.48
Total GBP		960 852.99	0.58
JPY			
JPY DEVELOPMENT BANK OF JAPAN 1.40000% 02-20.06.12	40 000 000.00	172 177.37	0.10
JPY JAPAN FINANCE CORP FOR MUNICIPAL ENTERPR 2.00000% 06-09.05.16	100 000 000.00	441 430.24	0.27
JPY RABOBANK NEDERLAND NV 0.80000% 06-03.02.11	30 000 000.00	126 320.28	0.08
Total JPY		739 927.89	0.45
SEK			
SEK SWEDEN, KINGDOM OF 4.00000% 04-01.12.09	800 000.00	60 580.95	0.04
SEK SWEDEN, KINGDOM OF 5.00000% 04-01.12.20	450 000.00	36 385.56	0.02
SEK SWEDEN, KINGDOM OF 5.50000% 01-08.10.12	400 000.00	32 037.71	0.02
Total SEK		129 004.22	0.08
USD			
USD INTER-AMERICAN DEVELOPMENT BANK 5.62500% 99-16.04.09	50 000.00	24 986.50	0.02
USD KREDITANSTALT FUER WIEDERAUFBAU 4.37500% 05-21.07.15	500 000.00	235 150.08	0.14
USD ONTARIO-HYDRO 6.10000% 98-30.01.08	250 000.00	123 333.98	0.07
Total USD		383 470.56	0.23
Total Bonds, fixed rate		9 591 214.34	5.77
Total Transferable securities and money market instruments listed on an official stock exchange		105 085 433.11	63.22

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments traded on another regulated market

Medium term notes, fixed rate

AUD				
AUD	LANDWIRTSCHAFTLICHE RENTENBANK 6.00000% 02-15.09.09	100 000.00	42 717.02	0.03
Total AUD			42 717.02	0.03
Total Medium term notes, fixed rate			42 717.02	0.03

Bonds, fixed rate

CAD				
CAD	CANADA HOUSING TRUST 4.05000% 05-15.03.11	125 000.00	61 107.85	0.04
Total CAD			61 107.85	0.04
Total Bonds, fixed rate			61 107.85	0.04

Treasury notes, fixed rate

USD				
USD	AMERICA, UNITED STATES OF 3.00000% 02-15.11.07	1 600 000.00	784 413.47	0.47
USD	AMERICA, UNITED STATES OF 3.00000% 03-15.02.08	700 000.00	342 187.94	0.21
USD	AMERICA, UNITED STATES OF 3.87500% 03-15.02.13	5 750 000.00	2 775 327.88	1.66
USD	AMERICA, UNITED STATES OF 4.25000% 04-15.11.14	1 000 000.00	486 117.26	0.29
USD	AMERICA, UNITED STATES OF 4.87500% 02-15.02.12	1 400 000.00	707 674.97	0.43
USD	AMERICA, UNITED STATES OF 4.87500% 06-15.08.09	100 000.00	49 873.32	0.03
USD	AMERICA, UNITED STATES OF 5.12500% 06-15.05.16	1 850 000.00	946 137.41	0.57
USD	AMERICA, UNITED STATES OF 5.37500% 01-15.02.31	1 500 000.00	788 133.35	0.47
Total USD			6 879 865.60	4.13
Total Treasury notes, fixed rate			6 879 865.60	4.13

Total Transferable securities and money market instruments traded on another regulated market			6 983 690.47	4.20
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Recently issued transferable securities and money market instruments

Bonds, fixed rate

GBP				
GBP	UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.00000% 03-07.03.09	250 000.00	246 446.42	0.15
Total GBP			246 446.42	0.15
Total Bonds, fixed rate			246 446.42	0.15
Total Recently issued transferable securities and money market instruments			246 446.42	0.15

UCITS in accordance with Article 41 (1) e)

Investment certificates, open end

Luxembourg				
USD	UBS (LUX) IF-EMERGING MARKETS EQUITY FA	567.00	5 663 088.75	3.41
USD	UBS (LUX) IF-SMALL CAPS US EQUITY FA	427.31	2 583 830.28	1.55
USD	UBS (LUX) IF-US CORPORATE BONDS FA	1 250.00	6 560 271.79	3.95
USD	UBS (LUX) IF-US SECURITIZED MORTGAGE FA	3 070.00	16 169 852.05	9.72
USD	UBS (LUX) IF-USD HIGH YIELD FA-USD	868.00	4 900 836.60	2.95
USD	UBS (LUX) INSTITUTIONAL SICAV – US EQUITY GROWTH FA	1 980.00	11 347 833.99	6.83
Total Luxembourg			47 225 713.46	28.41
United States				
USD	ISHARES TRUST-RUSSELL 2000 INDEX FUND	51 700.00	2 033 133.24	1.22
Total United States			2 033 133.24	1.22
Total Investment certificates, open end			49 258 846.70	29.63
Total UCITS in accordance with Article 41 (1) e)			49 258 846.70	29.63
Total investments in securities			161 574 416.70	97.20

Description	Quantity/ Nominal	Valuation in GBP Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

GBP	FTSE 100 INDEX FUTURE 21.12.07	60.00	-9 900.00	-0.01
AUD	SPI 200 INDEX FUTURE 20.12.07	-23.00	-73 678.87	-0.04
EUR	DAX INDEX FUTURE 21.12.07	-12.00	-69 629.40	-0.04
CAD	S&P/TSX 60 INDEX FUTURE 20.12.07	-22.00	-35 903.91	-0.02
JPY	NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-40.00	-90 045.56	-0.05
EUR	AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	32.00	47 846.39	0.02
Total Financial Futures on Indices			-231 311.35	-0.14

Total Derivative instruments listed on an official stock exchange

-231 311.35 **-0.14**

Total Derivative instruments

-231 311.35 **-0.14**

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

GBP	127 105 581.02	USD	251 500 000.00	15.11.2007	3 509 361.25	2.11
CHF	12 900 000.00	GBP	5 453 761.40	15.11.2007	-10 056.57	-0.01
GBP	37 243 665.00	EUR	54 500 000.00	15.11.2007	-868 067.74	-0.52
SEK	117 000 000.00	GBP	8 535 797.09	15.11.2007	361 559.21	0.22
SGD	4 830 000.00	GBP	1 609 576.14	15.11.2007	-5 436.38	0.00
JPY	1 150 000 000.00	GBP	5 116 682.61	15.11.2007	-175 570.79	-0.11
GBP	4 862 028.04	CAD	10 200 000.00	15.11.2007	-182 970.34	-0.11
GBP	2 828 225.69	AUD	7 000 000.00	15.11.2007	-208 925.90	-0.13
EUR	990 000.00	GBP	673 813.80	15.11.2007	18 471.20	0.01
GBP	197 802.74	AUD	480 000.00	15.11.2007	-10 487.30	-0.01
USD	3 100 000.00	GBP	1 540 724.84	15.11.2007	-17 462.01	-0.01
GBP	42 707.67	CAD	90 000.00	15.11.2007	-1 805.62	0.00
GBP	30 784.20	NOK	360 000.00	15.11.2007	-1 825.59	0.00
CHF	250 000.00	GBP	103 874.95	15.11.2007	1 609.94	0.00
JPY	70 000 000.00	GBP	302 859.86	15.11.2007	-2 159.21	0.00
GBP	46 962.91	CAD	100 000.00	15.11.2007	-2 492.73	0.00
USD	1 500 000.00	GBP	746 201.83	15.11.2007	-9 134.14	-0.01
GBP	227 155.39	CHF	550 000.00	15.11.2007	-4 901.38	0.00
GBP	1 083 840.00	EUR	1 600 000.00	15.11.2007	-34 966.87	-0.02
USD	4 900 000.00	GBP	2 437 022.85	15.11.2007	-29 272.54	-0.02
GBP	35 391.05	CAD	75 000.00	15.11.2007	-1 701.91	0.00
GBP	79 392.29	SEK	1 100 000.00	15.11.2007	-4 251.80	0.00
GBP	59 309.07	AUD	145 000.00	15.11.2007	-3 608.64	0.00
GBP	651 511.07	JPY	150 000 000.00	15.11.2007	7 134.10	0.00
GBP	23 509.94	CAD	50 000.00	15.11.2007	-1 218.09	0.00
USD	2 000 000.00	GBP	989 193.07	15.11.2007	-6 478.04	0.00
EUR	2 700 000.00	GBP	1 836 675.00	15.11.2007	51 367.73	0.03
CHF	5 000 000.00	GBP	2 075 214.06	15.11.2007	34 467.09	0.02
GBP	102 079.36	SEK	1 400 000.00	15.11.2007	-4 384.31	0.00
GBP	5 450 482.37	USD	11 000 000.00	15.11.2007	45 477.33	0.03
GBP	20 369.92	AUD	50 000.00	15.11.2007	-1 325.25	0.00
USD	2 000 000.00	GBP	988 137.41	15.11.2007	-5 430.08	0.00
GBP	21 567.81	JPY	5 000 000.00	15.11.2007	89.66	0.00
GBP	43 605.28	JPY	10 000 000.00	15.11.2007	645.56	0.00
GBP	979 538.00	EUR	1 400 000.00	15.11.2007	354.52	0.00
JPY	370 000 000.00	GBP	1 606 774.51	15.11.2007	-17 313.40	-0.01
GBP	13 028.52	JPY	3 000 000.00	15.11.2007	141.00	0.00
GBP	24 669.79	CAD	50 000.00	15.11.2007	-66.70	0.00
GBP	1 676 136.00	EUR	2 400 000.00	15.11.2007	-2 441.83	0.00
USD	3 400 000.00	GBP	1 683 843.52	15.11.2007	-13 211.80	-0.01
Total Forward Foreign Exchange contracts (Purchase/Sale)					2 403 711.63	1.45

Cash at banks, deposits on demand and deposit accounts and other liquid assets

4 543 037.52 **2.73**

Bank overdraft and other short-term liabilities

-1 943 345.72 **-1.17**

Other assets and liabilities

-108 301.00 **-0.07**

Total net assets

166 238 207.78 **100.00**

UBS (Lux) Key Selection Sicav

– Global Allocation (USD)

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in USD		6 948 356 790.78	4 227 468 157.20	3 097 568 880.00
Class (USD) B	LU0197216392			
Shares outstanding		508 609 927.3430	345 279 586.0690	275 199 940.7050
Net asset value per share in USD		13.66	12.24	11.26

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United States	43.54	Investment funds & pension foundations	30.08
Luxembourg	28.74	Banks & credit institutions	10.74
United Kingdom	4.12	Countries & central governments	9.57
Germany	3.92	Pharmaceuticals, cosmetics & medical products	5.39
Japan	3.07	Finance & holding companies	4.03
France	2.47	Internet, software & IT services	3.93
Netherlands	1.88	Telecommunications	3.85
Switzerland	1.46	Petroleum	3.36
Canada	1.32	Electronics & semiconductors	3.18
Supranationals	1.21	Energy & water supply	2.86
Austria	1.06	Insurance	2.47
Ireland	0.78	Vehicles	2.15
Finland	0.77	Traffic & transportation	1.90
Australia	0.76	Mechanical engineering & industrial equipment	1.67
Sweden	0.57	Retail trade, department stores	1.64
Italy	0.55	Tobacco & alcohol	1.37
Spain	0.41	Graphic design, publishing & media	1.33
Cayman Islands	0.39	Supranational organisations	1.21
Hong Kong	0.25	Biotechnology	1.11
Norway	0.23	Building industry & materials	0.83
Greece	0.17	Lodging, catering & leisure	0.70
Denmark	0.10	Miscellaneous trading companies	0.68
Belgium	0.08	Healthcare & social services	0.40
Total	97.85	Computer hardware & network equipment providers	0.39
		Textiles, garments & leather goods	0.37
		Various capital goods	0.37
		Food & soft drinks	0.29
		Non-ferrous metals	0.28
		Mining, coal & steel	0.25
		Chemicals	0.25
		Miscellaneous unclassified companies	0.23
		Rubber & tyres	0.23
		Forestry, paper & pulp products	0.17
		Real estate	0.16
		Miscellaneous consumer goods	0.12
		Cantons, federal states	0.10
		Public, non-profit institutions	0.09
		Electrical devices & components	0.07
		Mortgage & funding institutions	0.03
		Total	97.85

Report of the Portfolio Manager

In the year under review (1 October 2006 to 30 September 2007) equities performed strongly worldwide. In spite of the sharp setbacks at the end of February and from the end of July until the middle of August, the losses were quickly offset. Risk aversion and problems in the US subprime mortgage market triggered this volatility. However, the bond markets were able to benefit from the downturn on the equity markets during these periods.

In the year under review the subfund underperformed its benchmark [UBS Customised Global Securities Market Index (GSMI)]. Market selection, stock selection and currency strategy all made a negative contribution to performance; in the case of currency strategy this was because the fund was invested in anti-carry trades. The strategy of overweighting stocks had a positive impact on performance, particularly the overweight in emerging market equities.

Statement of Net Assets

	USD
	30.9.2007
Assets	
Investments in securities, cost	6 106 889 938.79
Investments in securities, unrealized appreciation (depreciation)	691 969 890.12
Total investments in securities (Note 1)	6 798 859 828.91
Cash at banks, deposits on demand and deposit accounts	145 242 564.53
Other liquid assets (Margins)	29 806 722.38
Receivable on securities sales (Note 1)	139 600.13
Receivable on subscriptions	19 552 850.57
Interest receivable on securities	16 850 228.37
Interest receivable on liquid assets	869 221.00
Receivable on dividends	4 104 661.04
Other receivables	492 652.98
Unrealized gain (loss) on financial futures (Note 1)	-7 023 015.29
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	-19 200 209.68
Total Assets	6 989 695 104.94
Liabilities	
Bank overdraft	-16 975 319.17
Other short-term liabilities (Margins)	-189 473.55
Interest payable on bank overdraft	-79 870.20
Payable on securities purchases (Note 1)	-686 985.30
Payable on redemptions	-4 866 966.85
Provisions for all-in fee (Note 2)	-17 920 509.54
Provisions for taxe d'abonnement (Note 3)	-619 189.55
Total provisions	-18 539 699.09
Total Liabilities	-41 338 314.16
Net assets at the end of the financial year	6 948 356 790.78

Statement of Operations

	USD
	1.10.2006–30.9.2007
Income	
Interest on liquid assets	12 123 511.55
Interest on securities	35 135 040.19
Dividends	50 522 360.46
Income on securities lending (Note 4)	2 083 134.45
Total income	99 864 046.65
Expenses	
All-in fee (Note 2)	-117 750 479.63
Taxe d'abonnement (Note 3)	-2 252 895.74
Interest on liquid assets and bank overdraft	-3 121 340.37
Total expenses	-123 124 715.74
Net income on investments	-23 260 669.09
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	254 132 384.33
Realized gain (loss) on yield-evaluated securities and money market instruments	1 036 802.39
Realized gain (loss) on financial futures	-14 621 497.55
Realized gain (loss) on forward foreign exchange contracts	-19 235 214.74
Total realized gain (loss) on investments	221 312 474.43
Realized gain (loss) on foreign exchange	5 046 563.78
Total realized gain (loss)	226 359 038.21
Net realized gain (loss) of the financial year	203 098 369.12
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	389 260 515.58
Unrealized appreciation (depreciation) on financial futures	-7 664 506.42
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-6 655 837.58
Total changes in unrealized appreciation (depreciation)	374 940 171.58
Net increase (decrease) in net assets as a result of operations	578 038 540.70

Statement of Changes in Net Assets

	USD
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	4 227 468 157.20
Subscriptions	3 079 431 580.65
Redemptions	-936 581 487.77
Total net subscriptions (redemptions)	2 142 850 092.88
Net income on investments	-23 260 669.09
Total realized gain (loss)	226 359 038.21
Total changes in unrealized appreciation (depreciation)	374 940 171.58
Net increase (decrease) in net assets as a result of operations	578 038 540.70
Net assets at the end of the financial year	6 948 356 790.78

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(USD) B
Number of shares outstanding at the beginning of the financial year	345 279 586.0690
Number of shares issued	234 565 007.2360
Number of shares redeemed	-71 234 665.9620
Number of shares outstanding at the end of the financial year	508 609 927.3430

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Australia			
AUD NATL AUSTRALIA BK NPV	258 508.00	9 084 323.86	0.13
AUD QANTAS AIRWAYS NPV	2 725 440.00	13 458 279.96	0.19
AUD QBE INS GROUP NPV	600 628.00	17 965 570.31	0.26
Total Australia		40 508 174.13	0.58
Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR)	197 843.00	5 163 000.45	0.07
Total Austria		5 163 000.45	0.07
Belgium			
EUR KBC GROUP NV NPV	42 310.00	5 805 314.15	0.08
Total Belgium		5 805 314.15	0.08
Canada			
CAD ALCAN INC COM	100 300.00	10 015 868.98	0.14
CAD CANADIAN NATL RY CO COM	111 900.00	6 391 711.79	0.09
CAD CANADIAN PAC RY LTD COM	86 100.00	6 065 210.83	0.09
CAD COTT CORP QUE COM	124 600.00	990 580.66	0.01
CAD MAGNA INTL INC CL A	46 000.00	4 441 682.60	0.06
CAD MANULIFE FINL CORP COM	145 700.00	6 013 039.15	0.09
CAD TORONTO DOMINION BK ONT COM NEW	199 000.00	15 279 963.79	0.23
Total Canada		49 198 057.80	0.71
Cayman Islands			
USD GLOBALSANTAFE CORP COM USD0.01	354 100.00	26 918 682.00	0.39
Total Cayman Islands		26 918 682.00	0.39
Denmark			
DKK NOVO-NORDISK AS DKK2 SER'B'	59 700.00	7 187 213.21	0.10
Total Denmark		7 187 213.21	0.10
Finland			
EUR NOKIA OYJ EURO.06	280 033.00	10 617 316.50	0.15
EUR STORA ENSO OYJ NPV SER'R'	595 137.00	11 561 470.00	0.17
Total Finland		22 178 786.50	0.32
France			
EUR AXA EUR2.29	485 720.00	21 676 258.99	0.31
EUR FRANCE TELECOM EUR4	806 812.00	26 952 606.55	0.39
EUR SANOFI-AVENTIS EUR2	26 272.00	2 218 598.60	0.03
EUR TOTAL EUR2.5 (POST SUBDIVISION)	417 363.00	33 844 380.13	0.49
Total France		84 691 844.27	1.22
Germany			
EUR E.ON AG NPV	49 081.00	9 050 338.56	0.13
EUR IKB DT INDUSTRIEBK ORD NPV	61 668.00	1 226 939.04	0.02
EUR MAN AG ORD NPV	46 634.00	6 768 011.43	0.10
EUR METRO AG ORD NPV	90 144.00	8 120 079.67	0.12
EUR SAP AG ORD NPV	175 079.00	10 220 982.03	0.14
Total Germany		35 386 350.73	0.51
Greece			
EUR ALPHA BANK EUR3.90(CR)	216 829.00	7 536 400.58	0.11
Total Greece		7 536 400.58	0.11
Hong Kong			
HKD ESPRIT HOLDINGS HKD0.1	548 200.00	8 714 860.37	0.13
HKD SUN HUNG KAI PROP HKD0.50	384 000.00	6 475 256.32	0.09
HKD YUE YUEN INDL HLDG HKD0.25	743 000.00	2 223 648.90	0.03
Total Hong Kong		17 413 765.59	0.25
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	583 676.00	10 790 972.71	0.15
EUR CRH ORD EURO.32(DUBLIN LISTING)	178 571.00	7 072 639.73	0.10
GBP EXPERIAN GROUP ORD USD0.10	519 687.00	5 473 914.88	0.08
EUR IRISH LIFE & PERM ORD EURO.32	181 811.00	4 028 403.96	0.06
EUR SMURFIT KAPPA GRP ORD EURO.001	84 947.00	1 958 287.57	0.03
Total Ireland		29 324 218.85	0.42

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Italy			
EUR FIAT SPA EUR5	237 945.00	7 160 406.08	0.10
EUR INTESA SANPAOLO	2 960 190.00	22 792 042.42	0.33
EUR UNICREDITO ITALIAN EURO.50	962 848.00	8 215 885.70	0.12
Total Italy		38 168 334.20	0.55
Japan			
JPY AEON CO LTD NPV	222 000.00	3 132 687.04	0.05
JPY ASAHI BREWERIES NPV	442 300.00	6 729 774.37	0.10
JPY BK OF YOKOHAMA NPV	807 000.00	5 564 065.55	0.08
JPY BRIDGESTONE CORP NPV	313 800.00	6 929 983.04	0.10
JPY CANON INC NPV	200 600.00	10 935 634.47	0.16
JPY EAST JAPAN RAILWAY NPV	516.00	4 064 652.43	0.06
JPY FAST RETAILING CO NPV	32 500.00	1 873 451.29	0.03
JPY FUNAI ELECTRIC CO NPV	29 900.00	1 299 830.46	0.02
JPY HONDA MOTOR CO NPV	316 000.00	10 605 225.40	0.15
JPY HOYA CORP NPV	242 000.00	8 247 967.65	0.12
JPY JAPAN TOBACCO INC NPV	1 632.00	8 953 545.18	0.13
JPY JFE HOLDINGS INC NPV	62 800.00	4 444 568.10	0.06
JPY KDDI CORP NPV	571.00	4 229 813.50	0.06
JPY KUBOTA CORP NPV	661 000.00	5 436 734.34	0.08
JPY MITSUBISHI CORP NPV	396 000.00	12 532 626.17	0.18
JPY MITSUI FUDOSAN CO NPV	168 000.00	4 659 566.14	0.07
JPY MITSUI O.S.K.LINES NPV	215 000.00	3 478 807.11	0.05
JPY MITSUI SUMITOMO IN NPV	641 000.00	7 518 228.05	0.11
JPY NITTO DENKO CORP NPV	151 600.00	7 038 594.96	0.10
JPY NOK CORP NPV	132 200.00	2 827 561.62	0.04
JPY NOMURA HOLDINGS NPV	242 200.00	4 055 794.46	0.06
JPY NTN CORP NPV	419 000.00	3 734 078.16	0.05
JPY NTT DOCOMO NPV	3 483.00	4 966 413.07	0.07
JPY ROHM CO LTD NPV	87 500.00	7 721 818.89	0.11
JPY SHIN-ETSU CHEMICAL NPV	113 600.00	7 842 316.21	0.11
JPY SMC CORP NPV	26 000.00	3 555 884.01	0.05
JPY SOMPO JAPAN INS NPV	330 000.00	3 781 593.70	0.05
JPY SUMITOMO MITSUI FG NPV	1 377.00	10 715 254.52	0.15
JPY SUMITOMO TRUST&BK&G NPV	656 000.00	4 956 431.77	0.07
JPY TOKYO GAS CO NPV	742 000.00	3 451 462.85	0.05
JPY TOYOTA MOTOR CORP NPV	206 300.00	12 161 144.19	0.18
JPY YAMADA DENKI CO NPV	50 640.00	5 006 101.81	0.07
Total Japan		192 451 610.51	2.77
Netherlands			
EUR ABN-AMRO HLDGS NV EURO.56	316 113.00	16 611 245.81	0.23
EUR ASML HOLDING NV EURO.02	310 499.00	10 266 645.56	0.15
EUR KON KPN NV EURO.24	550 639.00	9 530 220.56	0.14
EUR PHILIPS ELEC.(KON) EURO.20	98 959.00	4 454 248.25	0.06
EUR REED ELSEVIER NV EURO.06	431 637.00	8 176 516.10	0.12
EUR STMICROELECTRONICS EUR1.04	279 416.00	4 685 009.57	0.07
EUR TNT NV EURO.48	165 899.00	6 936 437.93	0.10
Total Netherlands		60 660 323.78	0.87
Norway			
NOK STATOILHYDRO ASA NOK2.50	326 300.00	11 057 702.06	0.16
NOK TELENOR ASA ORD NOK6	250 700.00	4 993 425.24	0.07
Total Norway		16 051 127.30	0.23
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	2 488 000.00	9 922 693.44	0.14
SEK SANDVIK AB NPV (POST SPLIT)	472 400.00	10 095 655.46	0.15
Total Sweden		20 018 348.90	0.29
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	165 145.00	2 693 347.63	0.04
GBP ASTRAZENCA ORD USD0.25	128 932.00	6 433 023.66	0.09
GBP BALFOUR BEATTY GBP0.50	345 637.00	3 341 350.92	0.05
GBP BARCLAYS ORD GBP0.25	1 578 530.00	19 151 387.77	0.28
GBP BP ORD USD0.25	3 201 290.00	37 013 190.95	0.53
GBP BRITISH SKY BROADC ORD GBP0.50	535 903.00	7 588 162.74	0.11
GBP CADBURY SCHWEPPE'S ORD GBP0.125	351 901.00	4 065 081.00	0.06
GBP CARNIVAL PLC ORD USD1.66	153 514.00	7 299 859.20	0.11
GBP DIAGEO ORD GBX28.935185	570 332.00	12 479 513.78	0.18
GBP GLAXOSMITHKLINE ORD GBP0.25	138 030.00	3 647 364.01	0.05
GBP HOME RETAIL GROUP ORD GBP0.10	189 859.00	1 441 831.41	0.02
GBP KESA ELECTRICALS ORD GBP0.25	689 026.00	3 863 924.06	0.06
GBP KINGFISHER ORD GBP0.157142857	1 646 118.00	5 996 448.69	0.09
GBP PRUDENTIAL ORD GBP0.05	1 148 730.00	17 587 843.48	0.25
GBP RENTOKIL INITIAL ORD GBP0.01	730 575.00	2 484 201.33	0.04
GBP RIO TINTO ORD GBP0.10	109 744.00	9 453 255.76	0.14
GBP ROYAL BK SCOT GRP ORD GBP0.25	1 504 752.00	16 094 959.07	0.23
GBP SCOT & STHN ENERGY ORD GBP0.50	234 014.00	7 203 970.87	0.10
GBP STANDARD CHARTERED ORD USD0.50	195 958.00	6 387 760.50	0.09
GBP TESCO ORD GBP0.05	1 253 466.00	11 217 342.30	0.16
GBP VODAFONE GROUP ORD USD0.11428571	11 517 426.00	41 415 774.20	0.59

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
GBP WOLSELEY ORD GBP0.25	385 508.00	6 491 452.70	0.09
GBP WPP GROUP ORD GBP0.10	326 905.00	4 409 051.75	0.06
Total United Kingdom		237 760 097.78	3.42
United States			
USD AFLAC INC COM	323 100.00	18 429 624.00	0.27
USD ALLERGAN INC COM	874 100.00	56 353 227.00	0.81
USD ALLSTATE CORP COM	417 000.00	23 848 230.00	0.34
USD AMAZON COM INC COM	409 000.00	38 098 350.00	0.55
USD AMERICAN ELEC PWR INC COM	537 800.00	24 781 824.00	0.36
USD AMGEN INC COM	185 600.00	10 499 392.00	0.15
USD ANALOG DEVICES INC COM	1 262 800.00	45 662 848.00	0.66
USD ANHEUSER BUSCH COS INC COM	390 200.00	19 506 098.00	0.28
USD AT&T INC COM	945 100.00	39 987 181.00	0.58
USD BEA SYS INC COM	1 367 300.00	18 964 451.00	0.27
USD BK OF NY MELLON CP COM STK USD0.01	1 304 216.00	57 568 094.24	0.83
USD BORG WARNER INC COM	389 200.00	35 623 476.00	0.51
USD BRISTOL MYERS SQUIBB CO COM	749 300.00	21 594 826.00	0.31
USD BURLINGTON NORTHN SANTA FE CP COM	613 300.00	49 781 561.00	0.72
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	856 500.00	41 480 295.00	0.60
USD CEPHALON INC COM	145 700.00	10 644 842.00	0.15
USD CHEVRON CORP NEW COM	215 800.00	20 194 564.00	0.29
USD CHICOS FAS INC COM	757 600.00	10 644 280.00	0.15
USD CITIGROUP INC COM	2 034 000.00	94 926 780.00	1.38
USD CITRIX SYS INC COM	612 900.00	24 712 128.00	0.36
USD CITY NATL CORP COM	178 900.00	12 435 339.00	0.18
USD COACH INC COM	319 000.00	15 079 130.00	0.22
USD COMCAST CORP NEW CL A	800 600.00	19 358 508.00	0.28
USD CONSTELLATION BRANDS INC CL A	942 900.00	22 827 609.00	0.33
USD COSTCO WHSL CORP NEW COM	649 700.00	39 872 089.00	0.57
USD DELL INC COM	974 500.00	26 896 200.00	0.39
USD DISCOVER FINL SVCS COM STK USD0.01	671 892.00	13 975 353.60	0.20
USD ENSCO INTL INC COM	364 700.00	20 459 670.00	0.29
USD EOG RES INC COM	324 000.00	23 434 920.00	0.34
USD EXELON CORP COM	1 050 400.00	79 158 144.00	1.14
USD EXXON MOBIL CORP COM	285 000.00	26 379 600.00	0.38
USD FEDEX CORP COM	402 400.00	42 151 400.00	0.61
USD FIFTH THIRD BANCORP COM	1 046 900.00	35 468 972.00	0.51
USD FORTUNE BRANDS INC COM	298 900.00	24 357 361.00	0.35
USD FREDDIE MAC MTG CORP COM	445 500.00	26 288 955.00	0.38
USD GENERAL ELECTRIC CO COM	1 726 900.00	71 493 660.00	1.03
USD GENZYME CORP COM USD0.01	674 100.00	41 767 236.00	0.60
USD GOOGLE INC CL A	34 400.00	19 514 088.00	0.28
USD HALLIBURTON CO COM	881 000.00	33 830 400.00	0.49
USD HARLEY DAVIDSON INC COM	260 500.00	12 037 705.00	0.17
USD HARTFORD FINL SVCS GROUP INC COM	286 500.00	26 515 575.00	0.38
USD ILLINOIS TOOL WKS INC COM	974 800.00	58 137 072.00	0.84
USD INTEL CORP COM	2 900 900.00	75 017 274.00	1.08
USD INTUIT COM	631 800.00	19 143 540.00	0.28
USD JOHNSON & JOHNSON COM	523 700.00	34 407 090.00	0.50
USD JOHNSON CTLS INC COM	461 300.00	54 484 143.00	0.78
USD JP MORGAN CHASE & CO COM	998 900.00	45 769 598.00	0.66
USD LINEAR TECHNOLOGY CORP COM	589 000.00	20 609 110.00	0.30
USD MASCO CORP COM	1 694 700.00	39 266 199.00	0.57
USD MCGRAW HILL COS INC COM	276 900.00	14 096 979.00	0.20
USD MEDCO HEALTH SOLUTIONS INC COM	306 100.00	27 668 379.00	0.40
USD MEDTRONIC INC COM	508 000.00	28 656 280.00	0.41
USD MERCK & CO INC COM	922 100.00	47 663 349.00	0.69
USD MICROSOFT CORP COM	2 485 000.00	73 208 100.00	1.05
USD MILLENNIUM PHARMACEUTICALS INC COM	1 415 100.00	14 363 265.00	0.21
USD MILLIPORE CORP COM	87 000.00	6 594 600.00	0.09
USD MORGAN STANLEY COM NEW	1 133 100.00	71 385 300.00	1.03
USD NEENAH PAPER INC COM	2 430.00	80 408.70	0.00
USD NEWS CORP CL A	1 215 400.00	26 726 646.00	0.38
USD NISOURCE INC COM	635 200.00	12 157 728.00	0.17
USD NORTHEAST UTILS COM	66 100.00	1 888 477.00	0.03
USD OMNICOM GROUP INC COM	596 600.00	28 690 494.00	0.41
USD PACCAR INC COM	328 700.00	28 021 675.00	0.40
USD PEABODY ENERGY CORP COM	362 500.00	17 352 875.00	0.25
USD PEPCO HOLDINGS INC COM	442 900.00	11 993 732.00	0.17
USD PHARMACEUTICAL PROD DEV INC COM	285 000.00	10 100 400.00	0.15
USD PNC FINL SVCS GROUP INC COM	384 300.00	26 170 830.00	0.38
USD R H DONNELLEY CORP COM NEW	390 145.00	21 855 922.90	0.31
USD RED HAT INC COM	323 300.00	6 423 971.00	0.09
USD SCHERING PLOUGH CORP COM	570 100.00	18 032 263.00	0.26
USD SEMpra ENERGY COM	500 800.00	29 106 496.00	0.42
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	2 811 613.00	53 420 647.00	0.77
USD SYMANTEC CORP COM	1 840 002.00	35 659 238.76	0.51
USD SYSCO CORP COM	978 700.00	34 831 933.00	0.50
USD TARGET CORP COM	340 700.00	21 658 299.00	0.31
USD UNITEDHEALTH GROUP INC COM	578 300.00	28 007 069.00	0.40
USD VIACOM INC NEW CL B	559 700.00	21 811 509.00	0.31
USD WELLS FARGO & CO NEW COM	2 351 500.00	83 760 430.00	1.21
USD WYETH COM	1 175 500.00	52 368 525.00	0.75
USD XILINX INC COM	1 016 900.00	26 581 766.00	0.38
USD YAHOO INC COM	1 017 000.00	27 296 280.00	0.39
Total United States		2 551 071 879.20	36.73
Total Bearer shares		3 447 493 529.93	49.62

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	207 847.00	9 201 704.60	0.13
Total Netherlands		9 201 704.60	0.13
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	165 998.00	29 996 728.12	0.43
Total Switzerland		29 996 728.12	0.43
Total Other shares		39 198 432.72	0.56
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	167 766.00	8 610 655.97	0.12
Total Germany		8 610 655.97	0.12
Total Preference shares		8 610 655.97	0.12
Registered shares			
France			
EUR MICHELIN (CGDE) EUR2(REGD)	65 338.00	8 760 538.78	0.13
Total France		8 760 538.78	0.13
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	105 149.00	24 501 744.02	0.35
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	98 966.00	9 942 191.27	0.14
EUR DT POSTBANK AG NPV(REGD)	50 030.00	3 663 521.97	0.05
EUR SIEMENS AG NPV(REGD)	186 134.00	25 523 383.35	0.38
Total Germany		63 630 840.61	0.92
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	65 000.00	4 132 056.83	0.06
Total Greece		4 132 056.83	0.06
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	1 393 372.00	27 008 989.79	0.39
Total Spain		27 008 989.79	0.39
Switzerland			
CHF CLARIANT CHF4.25(REGD)	189 962.00	2 326 961.32	0.03
CHF CREDIT SUISSE GRP CHF0.04(REGD)	319 570.00	21 146 003.25	0.30
CHF HOLCIM CHF2(REGD)	72 822.00	8 016 529.02	0.12
CHF NESTLE SA CHF1(REGD)	27 040.00	12 105 735.32	0.17
CHF NOVARTIS AG CHF0.50(REGD)	430 225.00	23 662 006.72	0.34
CHF STRAUMANN HLDG CHF0.1(REGD)	15 412.00	4 314 093.48	0.06
Total Switzerland		71 571 329.11	1.02
Total Registered shares		175 103 755.12	2.52
Notes, fixed rate			
EUR			
EUR FRANCE, REPUBLIC OF-BTAN 3.00000% 04-12.01.10	7 500 000.00	10 417 426.17	0.15
EUR INSTITUTO DE CREDITO OFICIAL 5.00000% 98-18.12.08	1 000 000.00	1 431 962.83	0.02
Total EUR		11 849 389.00	0.17
GBP			
GBP EUROPEAN INVESTMENT BANK 6.00000% 98-07.12.28	4 350 000.00	9 890 723.16	0.14
Total GBP		9 890 723.16	0.14
JPY			
JPY DEPFA ACS BANK 0.75000% 03-22.09.08	1 270 000 000.00	11 025 916.61	0.16
JPY DEVELOPMENT BANK OF JAPAN 1.70000% 02-20.09.22	250 000 000.00	2 082 739.21	0.03
Total JPY		13 108 655.82	0.19
USD			
USD FANNIE MAE 6.62500% 00-15.11.10	10 000 000.00	10 628 130.00	0.16
USD GENERAL ELECTRIC CAPITAL CORP 4.12500% 05-04.03.08	10 000 000.00	9 954 830.00	0.14
USD SWEDISH EXPORT CREDIT CORP 3.50000% 04-15.01.08	8 000 000.00	7 979 376.00	0.11
USD SWEDISH EXPORT CREDIT CORP 4.12500% 05-15.10.08	7 000 000.00	6 976 473.00	0.10
Total USD		35 538 809.00	0.51
Total Notes, fixed rate		70 387 576.98	1.01

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Medium term notes, fixed rate			
AUD			
AUD EUROFIMA EUROPEAN RAILROADMAT FIN CO 6.50000% 01-22.08.11	2 700 000.00	2 359 115.64	0.03
AUD RABOBANK NEDERLAND (AUSTRALIA) 5.75000% 04-15.11.07	2 900 000.00	2 562 248.83	0.04
Total AUD		4 921 364.47	0.07
EUR			
EUR AUSTRIA, REPUBLIC OF 4.65000% 03-15.01.18	23 300 000.00	33 709 680.82	0.48
EUR COMPAGNIE DE FINANCEMENT FONCIER 4.25000% 04-29.01.14	16 800 000.00	23 519 833.00	0.34
EUR DEPFA ACS BANK 3.50000% 06-16.03.11	10 000 000.00	13 786 016.34	0.20
EUR DEXIA MUNICIPAL AGENCY 4.00000% 04-26.01.11	5 000 000.00	7 019 356.96	0.10
EUR KREDITANSTALT FUER WIEDERAUFBAU 4.62500% 07-12.10.12	10 000 000.00	14 398 344.36	0.21
EUR NORTHERN ROCK PLC 3.87500% 06-18.10.11	5 000 000.00	6 842 704.59	0.10
Total EUR		99 275 936.07	1.43
GBP			
GBP GENERAL ELECTRIC CAPITAL CORP 6.25000% 02-15.12.17	4 250 000.00	8 793 883.08	0.13
Total GBP		8 793 883.08	0.13
JPY			
JPY BAYERISCHE LANDESBANK 1.40000% 01-22.04.13	400 000 000.00	3 478 960.41	0.05
JPY COMPAGNIE DE FINANCEMENT FONCIER 0.60000% 05-23.03.10	1 550 000 000.00	13 313 612.57	0.19
JPY DEXIA MUNICIPAL AGENCY 1.80000% 07-09.05.17	1 250 000 000.00	10 772 409.90	0.16
JPY GENERAL ELECTRIC CAPITAL CORP 1.45000% 06-10.11.11	750 000 000.00	6 485 020.88	0.09
JPY KFW INTERNATIONAL FINANCE INC 2.05000% 99-21.09.09	800 000 000.00	7 110 572.36	0.10
Total JPY		41 160 576.12	0.59
USD			
USD COUNCIL OF EUROPE DEVELOPMENT BANK 6.12500% 01-25.01.11	12 500 000.00	13 108 818.25	0.19
USD COUNCIL OF EUROPE DEVELOPMENT BANK 5.12500% 07-20.04.17	40 000 000.00	40 080 800.00	0.58
USD COUNCIL OF EUROPE DEVELOPMENT BANK 5.50000% 07-15.06.12	5 000 000.00	5 166 025.00	0.07
USD LANDESBANK HESSEN-THUERINGEN GZ 3.37500% 03-17.04.08	1 000 000.00	989 991.00	0.01
USD NATIONAL AUSTRALIA BANK LTD 5.12500% 07-08.03.10	3 000 000.00	3 012 168.00	0.04
USD NV BANK NEDERLANDSE GEMEENTEN 2.37500% 03-15.09.08	10 000 000.00	9 793 533.20	0.14
USD NV BANK NEDERLANDSE GEMEENTEN 5.12500% 06-05.10.16	20 000 000.00	19 998 270.40	0.29
USD ROCHE HOLDINGS INC 3.25000% 03-02.10.07	3 850 000.00	3 848 575.50	0.06
Total USD		95 998 181.35	1.38
Total Medium term notes, fixed rate		250 149 941.09	3.60
Bonds, fixed rate			
AUD			
AUD QUEENSLAND TREASURY CORP 6.00000% 03-14.10.15	8 300 000.00	7 069 519.44	0.10
Total AUD		7 069 519.44	0.10
CAD			
CAD CANADA HOUSING TRUST 4.65000% 04-15.09.09	1 700 000.00	1 721 333.40	0.02
CAD CANADA, GOVERNMENT 2.75000% 05-01.12.07	6 500 000.00	6 524 333.30	0.10
Total CAD		8 245 666.70	0.12
EUR			
EUR AUSTRIA, REPUBLIC OF-REG-5 4.30000% 07-15.09.17	25 000 000.00	35 086 218.21	0.50
EUR EUROHYPO AG 5.75000% 00-19.07.10	2 750 000.00	4 042 980.10	0.06
EUR FINLAND, REPUBLIC OF 5.00000% 98-25.04.09	2 700 000.00	3 889 307.77	0.06
EUR FINLAND, REPUBLIC OF 5.75000% 00-23.02.11	18 600 000.00	27 731 419.86	0.40
EUR FRANCE, REPUBLIC OF-OAT3.00000% 04-25.10.15	10 000 000.00	12 943 792.09	0.19
EUR GERMANY, REPUBLIC OF 3.50000% 03-10.10.08	12 000 000.00	16 973 680.53	0.24
EUR GERMANY, REPUBLIC OF 3.50000% 04-09.10.09	17 500 000.00	24 625 583.21	0.35
EUR GERMANY, REPUBLIC OF 3.75000% 04-04.01.15	28 500 000.00	39 256 813.66	0.57
EUR GERMANY, REPUBLIC OF 4.00000% 05-04.01.37	500 000.00	645 351.40	0.01
EUR GERMANY, REPUBLIC OF 4.25000% 04-04.07.14	650 000.00	924 307.84	0.01
EUR GERMANY, REPUBLIC OF 4.75000% 98-04.07.28	19 500 000.00	28 245 797.59	0.41
EUR GERMANY, REPUBLIC OF 5.00000% 01-04.07.11	9 750 000.00	14 262 293.32	0.21
EUR GERMANY, REPUBLIC OF 5.25000% 98-04.01.08	450 000.00	641 868.84	0.01
EUR NETHERLANDS, KINGDOM OF THE 4.25000% 03-15.07.13	16 850 000.00	23 967 732.59	0.34
EUR NETHERLANDS, KINGDOM OF THE 5.25000% 98-15.07.08	200 000.00	286 830.59	0.00
Total EUR		233 523 977.60	3.36
GBP			
GBP EUROPEAN INVESTMENT BANK 4.75000% 05-06.06.12	2 300 000.00	4 554 451.31	0.07
GBP EUROPEAN INVESTMENT BANK 6.25000% 99-15.04.14	800 000.00	1 699 151.53	0.02
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.75000% 03-07.09.15	7 700 000.00	15 408 890.77	0.22
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.75000% 04-07.06.10	6 100 000.00	12 359 823.68	0.18
Total GBP		34 022 317.29	0.49
JPY			
JPY DEVELOPMENT BANK OF JAPAN 1.40000% 02-20.06.12	500 000 000.00	4 384 819.37	0.06
JPY JAPAN FINANCE CORP FOR MUNICIPAL ENTERPR 2.00000% 06-09.05.16	1 600 000 000.00	14 389 566.57	0.21
JPY RABOBANK NEDERLAND NV 0.80000% 06-03.02.11	750 000 000.00	6 433 965.13	0.09
Total JPY		25 208 351.07	0.36

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
SEK			
SEK SWEDEN, KINGDOM OF 4.00000% 04-01.12.09	11 500 000.00	1 774 228.83	0.03
SEK SWEDEN, KINGDOM OF 5.00000% 04-01.12.20	6 000 000.00	988 401.70	0.01
SEK SWEDEN, KINGDOM OF 5.50000% 01-08.10.12	11 330 000.00	1 848 830.14	0.03
Total SEK		4 611 460.67	0.07
USD			
USD EUROPEAN INVESTMENT BANK 5.00000% 07-08.02.10	6 000 000.00	6 086 064.00	0.09
USD INTER-AMERICAN DEVELOPMENT BANK 5.62500% 99-16.04.09	1 000 000.00	1 018 125.00	0.01
USD KREDITANSTALT FUER WIEDERAUFBAU 4.37500% 05-21.07.15	6 000 000.00	5 748 996.00	0.08
USD ONTARIO-HYDRO 6.10000% 98-30.01.08	32 000 000.00	32 163 136.00	0.47
Total USD		45 016 321.00	0.65
Total Bonds, fixed rate		357 697 613.77	5.15
Total Transferable securities and money market instruments listed on an official stock exchange		4 348 641 505.58	62.58
Transferable securities and money market instruments traded on another regulated market			
Notes, fixed rate			
USD			
USD FREDDIE MAC 4.75000% 05-18.01.11	2 000 000.00	2 018 126.00	0.03
Total USD		2 018 126.00	0.03
Total Notes, fixed rate		2 018 126.00	0.03
Medium term notes, fixed rate			
AUD			
AUD LANDWIRTSCHAFTLICHE RENTENBANK 6.00000% 02-15.09.09	4 000 000.00	3 481 180.91	0.05
Total AUD		3 481 180.91	0.05
Total Medium term notes, fixed rate		3 481 180.91	0.05
Bonds, fixed rate			
CAD			
CAD CANADA HOUSING TRUST 4.05000% 05-15.03.11	2 000 000.00	1 991 969.41	0.03
Total CAD		1 991 969.41	0.03
Total Bonds, fixed rate		1 991 969.41	0.03
Treasury notes, fixed rate			
USD			
USD AMERICA, UNITED STATES OF 3.00000% 02-15.11.07	52 500 000.00	52 438 470.00	0.75
USD AMERICA, UNITED STATES OF 3.00000% 03-15.02.08	79 350 000.00	79 027 680.30	1.14
USD AMERICA, UNITED STATES OF 3.87500% 03-15.02.13	15 000 000.00	14 750 385.00	0.21
USD AMERICA, UNITED STATES OF 4.25000% 04-15.11.14	20 500 000.00	20 303 015.50	0.29
USD AMERICA, UNITED STATES OF 4.37500% 05-15.11.08	18 500 000.00	18 572 261.00	0.27
USD AMERICA, UNITED STATES OF 4.75000% 07-15.02.37	45 000 000.00	44 377 740.00	0.64
USD AMERICA, UNITED STATES OF 4.87500% 06-15.08.09	2 200 000.00	2 235 406.80	0.03
USD AMERICA, UNITED STATES OF 5.12500% 06-15.05.16	60 000 000.00	62 517 180.00	0.90
USD AMERICA, UNITED STATES OF 5.37500% 01-15.02.31	42 000 000.00	44 959 698.00	0.65
Total USD		339 181 836.60	4.88
Total Treasury notes, fixed rate		339 181 836.60	4.88
Total Transferable securities and money market instruments traded on another regulated market		346 673 112.92	4.99
Recently issued transferable securities and money market instruments			
Bonds, fixed rate			
GBP			
GBP UNITED KINGDOM OF GREAT BRITAIN & N IRL 4.00000% 03-07.03.09	6 750 000.00	13 556 635.84	0.20
Total GBP		13 556 635.84	0.20
Total Bonds, fixed rate		13 556 635.84	0.20
Total Recently issued transferable securities and money market instruments		13 556 635.84	0.20

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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UCITS in accordance with Article 41 (1) e)

Investment certificates, open end

Luxembourg

USD	UBS (LUX) IF-EMERGING MARKETS EQUITY FA	12 366.00	251 633 384.46	3.62
USD	UBS (LUX) IF-SMALL CAPS US EQUITY FA	8 139.24	100 268 863.81	1.44
USD	UBS (LUX) IF-US CORPORATE BONDS FA	26 300.00	281 212 454.92	4.05
USD	UBS (LUX) IF-US SECURITIZED MORTGAGE FA	62 270.00	668 208 784.10	9.61
USD	UBS (LUX) IF-USD HIGH YIELD FA-USD	17 610.00	202 569 181.28	2.92
USD	UBS (LUX) INSTITUTIONAL SICAV – US EQUITY GROWTH FA	42 250.00	493 332 970.00	7.10
Total Luxembourg			1 997 225 638.57	28.74

United States

USD	ISHARES TRUST-RUSSELL 2000 INDEX FUND	1 157 800.00	92 762 936.00	1.34
Total United States			92 762 936.00	1.34

Total Investment certificates, open end

2 089 988 574.57 **30.08**

Total UCITS in accordance with Article 41 (1) e)

2 089 988 574.57 **30.08**

Total investments in securities

6 798 859 828.91 **97.85**

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

GBP	FTSE 100 INDEX FUTURE 21.12.07	1 240.00	-416 841.81	-0.01
AUD	SPI 200 INDEX FUTURE 20.12.07	-412.00	-2 688 920.58	-0.04
EUR	DAX INDEX FUTURE 21.12.07	-207.00	-2 447 075.73	-0.04
CAD	S&P/TSX 60 INDEX FUTURE 20.12.07	-320.00	-1 063 983.09	-0.02
JPY	NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-420.00	-1 926 270.49	-0.03
EUR	AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	499.00	1 520 076.41	0.04
Total Financial Futures on Indices			-7 023 015.29	-0.10

Total Derivative instruments listed on an official stock exchange

-7 023 015.29 **-0.10**

Total Derivative instruments

-7 023 015.29 **-0.10**

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

CHF	475 000 000.00	USD	397 143 908.23	15.11.2007	10 746 649.87	0.15
SEK	2 475 000 064.00	USD	357 292 898.46	15.11.2007	25 724 962.97	0.37
JPY	86 000 001 024.00	USD	759 100 386.82	15.11.2007	-7 197 760.65	-0.10
USD	265 141 780.00	GBP	134 000 000.00	15.11.2007	-7 537 614.10	-0.11
USD	3 463 259 05	NOK	20 500 000.00	15.11.2007	-315 699.07	0.00
DKK	56 000 000.00	USD	10 178 838.56	15.11.2007	514 559.84	0.01
USD	625 044 420.00	EUR	462 000 000.00	15.11.2007	-32 408 909.27	-0.47
HKD	29 000 000.00	USD	3 719 441.26	15.11.2007	13 139.54	0.00
SGD	103 000 000.00	USD	67 962 574.40	15.11.2007	1 648 745.82	0.02
USD	28 044 450.00	AUD	35 000 000.00	15.11.2007	-2 860 304.14	-0.04
USD	68 903 026.07	CAD	73 000 000.00	15.11.2007	-4 574 065.39	-0.07
USD	10 428 253.62	JPY	1 200 000 000.00	15.11.2007	-62 381.11	0.00
USD	1 622 834.23	CAD	1 700 000.00	15.11.2007	-88 390.78	0.00
USD	7 465 680.00	AUD	9 000 000.00	15.11.2007	-482 854.63	-0.01
USD	13 482 678.00	GBP	6 700 000.00	15.11.2007	-152 709.43	0.00
USD	6 031 740.00	GBP	3 000 000.00	15.11.2007	-73 624.16	0.00
USD	14 676 507.75	SEK	100 000 000.00	15.11.2007	-800 472.00	-0.01
JPY	4 750 000 000.00	USD	41 133 019.86	15.11.2007	391 495.00	0.01
USD	55 850 400.00	EUR	40 000 000.00	15.11.2007	-1 082 863.58	-0.02
USD	988 972.95	CAD	1 000 000.00	15.11.2007	-17 845.96	0.00
USD	25 284 240.00	EUR	18 000 000.00	15.11.2007	-336 681.10	0.00
GBP	6 000 000.00	USD	12 102 720.00	15.11.2007	108 254.94	0.00
USD	36 652 980.00	EUR	26 000 000.00	15.11.2007	-355 842.29	-0.01
Total Forward Foreign Exchange contracts (Purchase/Sale)					-19 200 209.68	-0.28

Cash at banks, deposits on demand and deposit accounts and other liquid assets

175 049 286.91 **2.52**

Bank overdraft and other short-term liabilities

-17 164 792.72 **-0.25**

Other assets and liabilities

17 835 692.65 **0.26**

Total net assets

6 948 356 790.78 **100.00**

UBS (Lux) Key Selection Sicav

– Global Allocation Focus Europe

Annual Report as of 30 September 2007

Most important figures

Date	ISIN	30.9.2007
Net assets in EUR		697 616 948.47
Class (CHF) B¹	LU0263319278	
Shares outstanding		22 829 276.9490
Net asset value per share in CHF		10.34
Class (EUR) B¹	LU0263318890	
Shares outstanding		48 875 723.6780
Net asset value per share in EUR		10.50
Class (USD) B¹	LU0263319435	
Shares outstanding		5 805 605.1630
Net asset value per share in USD		10.39

¹ Initial subscription: 2.10.2006

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Luxembourg	52.98	Investment funds & pension foundations	52.90
United States	25.37	Banks & credit institutions	7.20
United Kingdom	4.81	Pharmaceuticals, cosmetics & medical products	4.21
Japan	4.35	Telecommunications	4.06
France	2.48	Petroleum	3.77
Switzerland	1.59	Insurance	3.10
Germany	1.22	Electronics & semiconductors	3.00
Netherlands	1.01	Internet, software & IT services	2.78
Canada	0.96	Finance & holding companies	2.42
Australia	0.84	Vehicles	1.68
Ireland	0.64	Traffic & transportation	1.61
Italy	0.49	Tobacco & alcohol	1.57
Sweden	0.45	Energy & water supply	1.53
Spain	0.42	Mechanical engineering & industrial equipment	1.39
Austria	0.29	Graphic design, publishing & media	0.81
Hong Kong	0.24	Retail trade, department stores	0.72
Norway	0.24	Lodging, catering & leisure	0.59
Cayman Islands	0.20	Miscellaneous trading companies	0.56
Finland	0.17	Biotechnology	0.54
Total	98.75	Building industry & materials	0.53
		Mining, coal & steel	0.53
		Non-ferrous metals	0.43
		Textiles, garments & leather goods	0.40
		Forestry, paper & pulp products	0.37
		Computer hardware & network equipment providers	0.37
		Miscellaneous unclassified companies	0.34
		Chemicals	0.33
		Aerospace industry	0.25
		Miscellaneous consumer goods	0.22
		Healthcare & social services	0.20
		Various capital goods	0.15
		Food & soft drinks	0.11
		Electrical devices & components	0.08
		Total	98.75

Report of the Portfolio Manager

Global equities performed very well during the reporting period (2 October 2006 to 30 September 2007). Although they suffered falls in late February and late July to mid August – triggered by increased risk aversion and the problems in the US subprime mortgage market – these were subsequently recouped. The bond markets benefited for a time from the equity market losses.

The subfund underperformed its benchmark, UBS Cust. Global Securities Market Europe Index (GSMEI), in the year under review. The strategy of overweighting equities relative to bonds paid off, but market allocation, security selection and currency strategy detracted from performance – the latter because we invested in anti-carry trades. On the other hand, our overweighting of emerging market equities had a positive effect.

Statement of Net Assets

	EUR
Assets	30.9.2007
Investments in securities, cost	691 971 880.67
Investments in securities, unrealized appreciation (depreciation)	-3 065 226.63
Total investments in securities (Note 1)	688 906 654.04
Cash at banks, deposits on demand and deposit accounts	11 482 945.26
Other liquid assets (Margins)	3 902 375.86
Receivable on securities sales (Note 1)	7 388 763.70
Receivable on subscriptions	2 584 962.59
Receivable on dividends	495 318.81
Other receivables	39 877.24
Unrealized gain (loss) on financial futures (Note 1)	-469 629.87
Unrealized gain (loss) on forward foreign exchange contracts (Note 1)	8 947 587.40
Total Assets	723 278 855.03
Liabilities	
Bank overdraft	-20 316 147.82
Other short-term liabilities (Margins)	-627 364.68
Payable on securities purchases (Note 1)	-1 755 486.74
Payable on redemptions	-1 436 850.82
Provisions for all-in fee (Note 2)	-1 484 945.48
Provisions for taxe d'abonnement (Note 3)	-41 111.02
Total provisions	-1 526 056.50
Total Liabilities	-25 661 906.56
Net assets at the end of the period	697 616 948.47

Statement of Operations

	EUR
Income	2.10.2006–30.9.2007
Interest on liquid assets	589 124.46
Dividends	4 285 987.01
Total income	4 875 111.47
Expenses	
All-in fee (Note 2)	-9 621 644.86
Taxe d'abonnement (Note 3)	-129 074.64
Interest on liquid assets and bank overdraft	-206 118.34
Total expenses	-9 956 837.84
Net income on investments	-5 081 726.37
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	669 689.83
Realized gain (loss) on financial futures	423 412.69
Realized gain (loss) on forward foreign exchange contracts	-1 297 466.14
Total realized gain (loss) on investments	-204 363.62
Realized gain (loss) on foreign exchange	624 958.36
Total realized gain (loss)	420 594.74
Net realized gain (loss) of the period	-4 661 131.63
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-3 065 226.63
Unrealized appreciation (depreciation) on financial futures	-469 629.87
Unrealized appreciation (depreciation) on forward foreign exchange contracts	8 947 587.40
Total changes in unrealized appreciation (depreciation)	5 412 730.90
Net increase (decrease) in net assets as a result of operations	751 599.27

Statement of Changes in Net Assets

	EUR
	2.10.2006–30.9.2007
Net assets at the beginning of the period	0.00
Subscriptions	777 977 509.41
Redemptions	-81 112 160.21
Total net subscriptions (redemptions)	696 865 349.20
Net income on investments	-5 081 726.37
Total realized gain (loss)	420 594.74
Total changes in unrealized appreciation (depreciation)	5 412 730.90
Net increase (decrease) in net assets as a result of operations	751 599.27
Net assets at the end of the period	697 616 948.47

Changes in the Number of Shares outstanding

	2.10.2006–30.9.2007
Class	(CHF) B
Number of shares outstanding at the beginning of the period	0.0000
Number of shares issued	24 920 648.4060
Number of shares redeemed	-2 091 371.4570
Number of shares outstanding at the end of the period	22 829 276.9490
Class	(EUR) B
Number of shares outstanding at the beginning of the period	0.0000
Number of shares issued	54 674 621.6430
Number of shares redeemed	-5 798 897.9650
Number of shares outstanding at the end of the period	48 875 723.6780
Class	(USD) B
Number of shares outstanding at the beginning of the period	0.0000
Number of shares issued	6 762 761.7270
Number of shares redeemed	-957 156.5640
Number of shares outstanding at the end of the period	5 805 605.1630

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Australia				
AUD	NATL AUSTRALIA BK NPV	76 109.00	1 880 655.42	0.27
AUD	QBE INS GROUP NPV	189 066.00	3 976 522.68	0.57
Total Australia			5 857 178.10	0.84
Austria				
EUR	TELEKOM AUSTRIA(TA NPV(BR)	108 369.00	1 988 571.15	0.29
Total Austria			1 988 571.15	0.29
Canada				
CAD	CANADIAN PAC RY LTD COM	69 400.00	3 437 611.67	0.49
CAD	JEAN COUTU GROUP PJC INC CL A SUB VTG	108 000.00	1 012 602.37	0.15
CAD	MAGNA INTL INC CL A	13 200.00	896 227.40	0.13
CAD	SUNCOR ENERGY INC COM	20 300.00	1 356 885.76	0.19
Total Canada			6 703 327.20	0.96
Cayman Islands				
USD	GLOBALSANTAFE CORP COM USD0.01	25 500.00	1 363 084.06	0.20
Total Cayman Islands			1 363 084.06	0.20
Finland				
EUR	STORA ENSO OYJ NPV SER'R'	87 593.00	1 196 520.38	0.17
Total Finland			1 196 520.38	0.17
France				
EUR	AXA EUR2.29	156 919.00	4 924 118.22	0.71
EUR	FRANCE TELECOM EUR4	185 329.00	4 353 378.21	0.62
EUR	TECHNIP NPV	8 261.00	517 964.70	0.07
EUR	TOTAL EUR2.5 (POST SUBDIVISION)	131 618.00	7 504 858.36	1.08
Total France			17 300 319.49	2.48
Germany				
EUR	RHOEN-KLINIKUM AG ORD NPV	22 060.00	495 247.00	0.07
Total Germany			495 247.00	0.07
Hong Kong				
HKD	ESPRIT HOLDINGS HKD0.1	151 400.00	1 692 395.54	0.24
Total Hong Kong			1 692 395.54	0.24
Ireland				
EUR	BK OF IRELAND ORD STK EUR0.64	254 205.00	3 304 665.00	0.48
GBP	EXPERIAN GROUP ORD USD0.10	155 127.00	1 148 942.18	0.16
Total Ireland			4 453 607.18	0.64
Italy				
EUR	INTESA SANPAOLO	549 806.00	2 976 649.68	0.42
EUR	SNAM RETE GAS EUR1	105 731.00	461 304.35	0.07
Total Italy			3 437 954.03	0.49
Japan				
JPY	ADVANTEST CORP NPV	20 600.00	450 868.98	0.06
JPY	AIFUL CORP NPV	35 900.00	395 063.64	0.06
JPY	CANON INC NPV	39 100.00	1 498 802.50	0.21
JPY	FUNAI ELECTRIC CO NPV	3 000.00	91 704.65	0.01
JPY	HONDA MOTOR CO NPV	70 600.00	1 666 065.67	0.24
JPY	HOYA CORP NPV	24 300.00	582 361.23	0.08
JPY	JAPAN TOBACCO INC NPV	504.00	1 944 285.36	0.28
JPY	JFE HOLDINGS INC NPV	31 300.00	1 557 646.32	0.22
JPY	KEYENCE CORP NPV	8 200.00	1 278 362.86	0.18
JPY	KOMATSU NPV	49 500.00	1 168 133.86	0.17
JPY	MITSUBI SUMITOMO IN NPV	110 000.00	907 203.56	0.13
JPY	NIPPON STEEL CORP NPV	208 000.00	1 051 644.50	0.15
JPY	NISSAN MOTOR CO NPV	202 000.00	1 421 434.34	0.20
JPY	NITTO DENKO CORP NPV	26 300.00	858 612.32	0.12
JPY	NOMURA HOLDINGS NPV	143 400.00	1 688 517.42	0.24
JPY	NTN CORP NPV	176 000.00	1 102 901.29	0.16
JPY	NTT DOCOMO NPV	3 214.00	3 222 477.03	0.48
JPY	RICOH CO NPV	109 000.00	1 619 320.75	0.23
JPY	SHIN-ETSU CHEMICAL NPV	8 500.00	412 609.80	0.06
JPY	SOMPO JAPAN INS NPV	140 000.00	1 128 089.50	0.16
JPY	SONY CORP NPV	18 400.00	626 575.10	0.09
JPY	SUMITOMO ELECTRIC NPV	39 500.00	441 924.72	0.06
JPY	SUMITOMO METAL IND NPV	355 000.00	1 454 130.11	0.21
JPY	SUMITOMO MITSUI FG NPV	174.00	952 077.70	0.14
JPY	TAKEFUJI CORP NPV	24 050.00	335 235.53	0.05

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY TOYOTA MOTOR CORP NPV	48 200.00	1 997 914.24	0.29
JPY WEST JAPAN RAILWAY NPV	148.00	495 840.94	0.07
Total Japan		30 349 803.92	4.35
Luxembourg			
EUR ARCELORMITTAL EURO.01	13 270.00	713 926.00	0.10
Total Luxembourg		713 926.00	0.10
Netherlands			
EUR AEGON NV	184 695.00	2 480 453.85	0.36
EUR ASML HOLDING NV EURO.02	67 515.00	1 569 723.75	0.23
EUR REED ELSEVIER NV EURO.06	128 193.00	1 707 530.76	0.24
Total Netherlands		5 757 708.36	0.83
Norway			
NOK STATOILHYDRO ASA NOK2.50	69 700.00	1 660 868.25	0.24
Total Norway		1 660 868.25	0.24
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	619 000.00	1 735 898.95	0.25
SEK SVENSKA CELLULOSA SER'B' NPV	107 900.00	1 410 329.58	0.20
Total Sweden		3 146 228.53	0.45
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	66 445.00	761 980.55	0.11
GBP BARCLAYS ORD GBP0.25	485 319.00	4 140 276.05	0.59
GBP BP ORD USD0.25	920 335.00	7 482 247.03	1.07
GBP BRITISH SKY BROADC ORD GBP0.50	166 006.00	1 652 832.44	0.24
GBP HOME RETAIL GROUP ORD GBP0.10	74 229.00	396 379.79	0.06
GBP HSBC HLDGS ORD USD0.50(UK REG)	110 243.00	1 428 498.65	0.20
GBP KINGFISHER ORD GBP0.157142857	246 975.00	632 616.84	0.09
GBP PRUDENTIAL ORD GBP0.05	256 426.00	2 760 649.56	0.40
GBP RENTOKIL INITIAL ORD GBP0.01	337 053.00	805 888.16	0.12
GBP RIO TINTO ORD GBP0.10	49 371.00	2 990 385.24	0.43
GBP ROYAL BK SCOT GRP ORD GBP0.25	337 551.00	2 538 744.18	0.36
GBP TULLOW OIL ORD GBP0.10	266 898.00	2 278 829.42	0.33
GBP VODAFONE GROUP ORD USD0.11428571	2 241 013.00	5 666 427.34	0.81
Total United Kingdom		33 535 755.25	4.81
United States			
USD ALLERGAN INC COM	101 500.00	4 601 276.23	0.66
USD AMAZON COM INC COM	56 400.00	3 694 167.28	0.53
USD AMERICAN ELEC PWR INC COM	45 800.00	1 483 995.36	0.21
USD ANALOG DEVICES INC COM	107 200.00	2 725 698.41	0.39
USD ANHEUSER BUSCH COS INC COM	176 300.00	6 197 121.96	0.89
USD AT&T INC COM	69 500.00	2 067 675.70	0.30
USD BEA SYS INC COM	117 400.00	1 144 983.30	0.16
USD BK OF NY MELLON CP COM STK USD0.01	132 500.00	4 112 470.55	0.59
USD BRISTOL MYERS SQUIBB CO COM	34 200.00	693 066.13	0.10
USD BURLINGTON NORTHN SANTA FE CP COM	76 400.00	4 360 572.37	0.63
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	121 400.00	4 134 164.47	0.59
USD CEPHALON INC COM	24 300.00	1 248 361.99	0.18
USD CHICOS FAS INC COM	51 500.00	508 789.51	0.07
USD CITIGROUP INC COM	253 800.00	8 328 830.29	1.19
USD COACH INC COM	33 900.00	1 126 781.98	0.16
USD CONSTELLATION BRANDS INC CL A	61 900.00	1 053 755.93	0.15
USD COSTCO WHSL CORP NEW COM	65 800.00	2 839 465.60	0.41
USD DELL INC COM	131 800.00	2 557 873.64	0.37
USD DISCOVER FINL SVCS COM STK USD0.01	46 350.00	677 903.17	0.10
USD EBAY INC COM	39 200.00	1 075 543.37	0.15
USD ENSCO INTL INC COM	24 400.00	962 514.50	0.14
USD EOG RES INC COM	23 800.00	1 210 458.81	0.17
USD EXELON CORP COM	68 200.00	3 613 931.02	0.52
USD FEDEX CORP COM	40 300.00	2 968 340.19	0.43
USD FIFTH THIRD BANCORP COM	129 900.00	3 094 618.71	0.44
USD FORTUNE BRANDS INC COM	31 100.00	1 782 047.60	0.26
USD FREDDIE MAC MITG CORP COM	35 400.00	1 468 870.37	0.21
USD GENERAL ELECTRIC CO COM	234 400.00	6 823 584.01	0.98
USD GENZYME CORP COM USD0.01	58 200.00	2 535 648.14	0.36
USD HALLIBURTON CO COM	72 200.00	1 949 499.00	0.28
USD HARTFORD FINL SVCS GROUP INC COM	21 800.00	1 418 690.01	0.20
USD ILLINOIS TOOL WKS INC COM	145 400.00	6 097 567.76	0.87
USD INTEL CORP COM	300 300.00	5 460 575.89	0.78
USD INTUIT COM	47 200.00	1 005 632.32	0.14
USD JOHNSON & JOHNSON COM	33 300.00	1 538 382.03	0.22
USD JOHNSON CTLS INC COM	41 600.00	3 454 892.94	0.50
USD JP MORGAN CHASE & CO COM	58 300.00	1 878 357.42	0.27
USD LAUDER ESTEE COS INC CL A	14 100.00	420 972.47	0.06
USD LINEAR TECHNOLOGY CORP COM	50 300.00	1 237 560.73	0.18
USD MASCO CORP COM	156 000.00	2 541 588.44	0.36
USD MCAFEE INC COM	38 700.00	948 893.58	0.14
USD MCGRAW HILL COS INC COM	39 800.00	1 424 756.88	0.20
USD MEDCO HEALTH SOLUTIONS INC COM	33 600.00	2 135 572.20	0.31
USD MEDTRONIC INC COM	34 400.00	1 364 486.16	0.20
USD MERCK & CO INC COM	123 500.00	4 488 777.55	0.64
USD MICROSOFT CORP COM	289 100.00	5 988 739.58	0.86

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD MORGAN STANLEY COM NEW	103 400.00	4 580 529.48	0.66
USD NATIONAL SEMICONDUCTOR CORP COM	58 000.00	1 106 043.67	0.16
USD NEWS CORP CL A	85 500.00	1 322 044.09	0.19
USD NISOURCE INC COM	105 500.00	1 419 871.32	0.20
USD NORTHEAST UTILS COM	47 400.00	952 232.89	0.14
USD NORTHROP GRUMMAN CORP COM	32 300.00	1 771 543.09	0.25
USD OMNICOM GROUP INC COM	47 500.00	1 606 212.42	0.23
USD PACCAR INC COM	21 600.00	1 294 800.13	0.19
USD PEABODY ENERGY CORP COM	14 500.00	488 074.39	0.07
USD PEPICO HOLDINGS INC COM	66 000.00	1 256 745.07	0.18
USD PNC FINL SVCS GROUP INC COM	54 400.00	2 604 957.28	0.37
USD PROCTER & GAMBLE CO COM	30 700.00	1 518 431.95	0.22
USD R H DONNELLEY CORP COM NEW	22 300.00	878 420.70	0.13
USD RED HAT INC COM	61 700.00	862 060.26	0.12
USD SEMPRERA ENERGY COM	67 400.00	2 754 483.00	0.39
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	369 400.00	4 935 203.74	0.71
USD SYMANTEC CORP COM	215 600.00	2 938 036.07	0.42
USD SYSCO CORP COM	156 800.00	3 923 996.76	0.56
USD UNITEDHEALTH GROUP INC COM	27 200.00	926 270.79	0.13
USD VIACOM INC NEW CL B	51 500.00	1 411 211.90	0.20
USD WELLS FARGO & CO NEW COM	271 700.00	6 805 156.98	0.98
USD WYETH COM	135 500.00	4 244 647.19	0.61
USD XLINX INC COM	152 600.00	2 804 882.75	0.40
USD YAHOO INC COM	112 400.00	2 121 306.47	0.30
Total United States		176 974 617.94	25.36
Total Bearer shares		296 627 112.38	42.52
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	41 340.00	1 286 914.20	0.18
Total Netherlands		1 286 914.20	0.18
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	48 971.00	6 222 495.60	0.90
Total Switzerland		6 222 495.60	0.90
Total Other shares		7 509 409.80	1.08
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	24 751.00	4 055 451.35	0.57
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	32 332.00	2 283 932.48	0.33
EUR SIEMENS AG NPV(REGD)	10 493.00	1 011 735.06	0.15
EUR UNITED INTERNET AG NPV(REGD)	43 313.00	683 912.27	0.10
Total Germany		8 035 031.16	1.15
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	139 280.00	1 898 386.40	0.27
EUR BBVA(BILB-VIZ-ARG) EURO.49	64 606.00	1 062 122.64	0.15
Total Spain		2 960 509.04	0.42
Switzerland			
CHF GIVAUDAN AG CHF10	731.00	473 442.28	0.07
CHF HOLCIM CHF2(REGD)	15 319.00	1 185 792.71	0.17
CHF LONZA GROUP AG CHF1(REGD)	7 005.00	535 487.40	0.08
CHF NOVARTIS AG CHF0.50(REGD)	68 994.00	2 668 221.31	0.38
Total Switzerland		4 862 943.70	0.70
Total Registered shares		15 858 483.90	2.27
Total Transferable securities and money market instruments listed on an official stock exchange		319 995 006.08	45.87
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) IF-EMERGING MARKETS EQUITY FA	1 544.00	22 092 298.72	3.17
EUR UBS (LUX) IF-EURO BONDS XA-EUR	1 167 700.00	134 297 177.00	19.23
EUR UBS (LUX) IF-EURO CORPORATE BONDS XA (EUR)	8 000.00	886 560.00	0.13
EUR UBS (LUX) IF-KEY SEL EUROPEAN EQUITY FA-EUR	6 615.00	87 202 502.10	12.50
USD UBS (LUX) IF-KEY SEL US EQUITY FA-USD	1 105.00	9 873 229.19	1.42
USD UBS (LUX) IF-USD HIGH YIELD FA-USD	2 627.00	21 248 525.92	3.05
EUR UBS (LUX) INSTITUTIONAL FUND – GLOBAL AGGREGATE FA	6 580.00	65 944 496.80	9.45

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
GBP UBS (LUX) INSTITUTIONAL SICAV – KEY SELECTION UK EQUITY FA	1 312.00	20 634 272.78	2.96
USD UBS (LUX) INSTITUTIONAL SICAV – US EQUITY GROWTH FA	820.00	6 732 585.45	0.97
Total Luxembourg		368 911 647.96	52.88
Total Investment certificates, open end		368 911 647.96	52.88
Total UCITS in accordance with Article 41 (1) e)		368 911 647.96	52.88
Total investments in securities		688 906 654.04	98.75

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

AUD SPI 200 INDEX FUTURE 20.12.07	-68.00	-312 064.43	-0.04
EUR DJ EURO STOXX 50 INDEX FUTURE 21.12.07	236.00	316 240.00	0.04
CHF SWISS MARKET INDEX FUTURE 20.12.07	64.00	78 971.65	0.01
CAD S&P/TSX 60 INDEX FUTURE 20.12.07	-60.00	-140 278.33	-0.02
JPY NIKKEI 225 (SIMEX) INDEX FUTURE 13.12.07	-193.00	-622 414.76	-0.09
EUR AMSTERDAM EXCHANGE INDEX FUTURE 19.10.07	98.00	209 916.00	0.03
Total Financial Futures on Indices		-469 629.87	-0.07

Total Derivative instruments listed on an official stock exchange

-469 629.87 -0.07

Total Derivative instruments

-469 629.87 -0.07

Forward Foreign Exchange contracts

Forward Foreign Exchange contracts (Purchase/Sale)

SEK 289 000 000.00	EUR	30 878 839.55	15.11.2007	549 900.86	0.08
CHF 39 000 000.00	EUR	24 117 396.06	15.11.2007	-583 895.69	-0.08
EUR 111 506 211.86	GBP	76 200 000.00	15.11.2007	2 544 347.43	0.36
EUR 20 250 972.40	CAD	29 000 000.00	15.11.2007	-261 123.56	-0.04
SGD 13 500 000.00	EUR	6 581 128.25	15.11.2007	-169 845.93	-0.02
EUR 245 396 959.15	USD	332 000 000.00	15.11.2007	12 104 482.03	1.72
JPY 4 000 000 000.00	EUR	26 042 683.96	15.11.2007	-1 468 570.49	-0.21
EUR 11 248 527.33	AUD	19 000 000.00	15.11.2007	-541 089.03	-0.08
EUR 761 376.02	NOK	6 100 000.00	15.11.2007	-28 818.67	0.00
EUR 1 184 994.74	HKD	12 500 000.00	15.11.2007	54 457.46	0.01
EUR 628 432.81	NOK	5 000 000.00	15.11.2007	-19 291.00	0.00
USD 7 000 000.00	EUR	5 112 287.75	15.11.2007	-193 800.13	-0.03
EUR 3 053 453.76	CHF	5 000 000.00	15.11.2007	36 544.00	0.01
EUR 5 077 914.25	JPY	800 000 000.00	15.11.2007	163 788.98	0.02
EUR 69 714.10	CAD	100 000.00	15.11.2007	-1 016.64	0.00
GBP 500 000.00	EUR	734 516.39	15.11.2007	-19 528.32	0.00
EUR 454 160.11	AUD	750 000.00	15.11.2007	-11 273.62	0.00
EUR 374 333.55	SEK	3 500 000.00	15.11.2007	-6 293.30	0.00
EUR 345 786.25	CAD	500 000.00	15.11.2007	-7 852.59	0.00
EUR 611 131.14	CHF	1 000 000.00	15.11.2007	7 746.84	0.00
EUR 2 236 664.69	JPY	350 000 000.00	15.11.2007	86 654.38	0.01
CHF 5 500 000.00	EUR	3 353 924.40	15.11.2007	-35 349.70	-0.01
EUR 3 677 173.58	GBP	2 500 000.00	15.11.2007	102 208.71	0.01
EUR 139 347.57	CAD	200 000.00	15.11.2007	-2 113.48	0.00
EUR 120 692.05	AUD	200 000.00	15.11.2007	-3 421.38	0.00
EUR 1 281 796.57	JPY	200 000 000.00	15.11.2007	53 199.48	0.01
EUR 1 821 069.04	USD	2 500 000.00	15.11.2007	64 491.67	0.01
CHF 233 198 400.00	EUR	142 500 000.00	17.10.2007	-2 024 352.64	-0.29
USD 64 944 573.68	EUR	46 984 000.00	17.10.2007	-1 334 712.75	-0.19
JPY 100 000 000.00	EUR	639 500.68	15.11.2007	-25 209.60	0.00
EUR 700 000.00	USD	971 019.00	17.10.2007	17 478.84	0.00
USD 1 500 000.00	EUR	1 080 022.46	15.11.2007	-26 143.42	0.00
JPY 1 100 000 000.00	EUR	6 818 703.08	15.11.2007	-62 653.44	-0.01
EUR 123 842.08	JPY	20 000 000.00	15.11.2007	1 005.53	0.00
EUR 245 102.54	AUD	400 000.00	15.11.2007	-3 144.18	0.00
EUR 1 000 443.05	GBP	700 000.00	15.11.2007	-391.40	0.00
EUR 1 238 114.10	AUD	2 000 000.00	15.11.2007	-3 186.79	0.00
USD 332 000 000.00	EUR	233 773 348.29	15.11.2007	-542 933.00	-0.08
EUR 233 763 307.61	USD	332 000 000.00	16.11.2007	537 291.94	0.08
Total Forward Foreign Exchange contracts (Purchase/Sale)				8 947 587.40	1.28

Cash at banks, deposits on demand and deposit accounts and other liquid assets

15 385 321.12 2.21

Bank overdraft and other short-term liabilities

-20 943 512.50 -3.00

Other assets and liabilities

5 790 528.28 0.83

Total net assets

697 616 948.47 100.00

UBS (Lux) Key Selection Sicav – Global Equities

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in USD		114 157 424.73	132 311 762.82	134 790 885.97
Class (EUR) B	LU0161942635			
Shares outstanding		1 716 054.1190	2 951 671.8860	2 104 042.3200
Net asset value per share in EUR		14.34	14.29	13.52
Class (EUR) BG	LU0176552569			
Shares outstanding		N/A	N/A	0.0000
Net asset value per share in EUR		N/A	N/A	N/A
Class (USD) B	LU0161942395			
Shares outstanding		4 270 845.5780	4 791 579.3270	6 777 333.1150
Net asset value per share in USD		18.54	16.46	14.83

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United States	53.62	Banks & credit institutions	15.37
United Kingdom	10.12	Pharmaceuticals, cosmetics & medical products	9.01
Japan	9.16	Telecommunications	8.47
France	5.22	Petroleum	7.98
Switzerland	3.38	Insurance	6.64
Germany	2.66	Electronics & semiconductors	6.34
Netherlands	2.12	Internet, software & IT services	5.86
Canada	2.07	Finance & holding companies	5.05
Australia	1.75	Vehicles	3.50
Luxembourg	1.56	Traffic & transportation	3.41
Ireland	1.34	Tobacco & alcohol	3.35
Italy	1.06	Energy & water supply	3.09
Sweden	0.95	Mechanical engineering & industrial equipment	2.96
Spain	0.90	Graphic design, publishing & media	1.73
Austria	0.61	Retail trade, department stores	1.57
Hong Kong	0.54	Investment funds & pension foundations	1.35
Norway	0.51	Lodging, catering & leisure	1.23
Cayman Islands	0.44	Miscellaneous trading companies	1.21
Finland	0.36	Building industry & materials	1.19
Total	98.37	Biotechnology	1.13
		Mining, coal & steel	1.02
		Non-ferrous metals	0.91
		Textiles, garments & leather goods	0.88
		Forestry, paper & pulp products	0.83
		Computer hardware & network equipment providers	0.77
		Miscellaneous unclassified companies	0.71
		Chemicals	0.67
		Aerospace industry	0.53
		Miscellaneous consumer goods	0.44
		Healthcare & social services	0.43
		Various capital goods	0.31
		Food & soft drinks	0.27
		Electrical devices & components	0.16
		Total	98.37

Report of the Portfolio Manager

Global equity markets generated a positive return over the year under review (from 1 October 2006 until 30 September 2007). Global economic activity continued its steady expansion, however the pace showed signs of slowing in Europe and Japan. In the third quarter of 2007 concerns about credit quality increased the volatility of financial markets and prompted a sell-off across developed regions.

The subfund underperformed its benchmark, the MSCI World (r), in the year under review. On a sector level we favoured telecommunications, pharmaceuticals and diversified financials. With the exception of telecommunications, these sectors underperformed the benchmark. In addition, sectors where we were underweight, namely materials and capital goods, continued to outperform. We see limited investment opportunities in these sectors.

Statement of Net Assets

	USD
Assets	30.9.2007
Investments in securities, cost	95 552 126.89
Investments in securities, unrealized appreciation (depreciation)	16 742 767.63
Total investments in securities (Note 1)	112 294 894.52
Cash at banks, deposits on demand and deposit accounts	1 393 092.91
Receivable on subscriptions	366 624.55
Interest receivable on liquid assets	7 809.63
Receivable on dividends	176 357.89
Other receivables	91 810.68
Total Assets	114 330 590.18
Liabilities	
Payable on redemptions	-56 124.75
Provisions for all-in fee (Note 2)	-102 963.17
Provisions for taxe d'abonnement (Note 3)	-14 077.53
Total provisions	-117 040.70
Total Liabilities	-173 165.45
Net assets at the end of the financial year	114 157 424.73

Statement of Operations

	USD
Income	1.10.2006–30.9.2007
Interest on liquid assets	81 581.19
Dividends	2 437 123.76
Income on securities lending (Note 4)	81 601.30
Total income	2 600 306.25
Expenses	
All-in fee (Note 2)	-2 758 297.03
Taxe d'abonnement (Note 3)	-68 268.15
Interest on liquid assets and bank overdraft	-9 642.33
Total expenses	-2 836 207.51
Net income on investments	-235 901.26
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	15 256 371.23
Total realized gain (loss) on investments	15 256 371.23
Realized gain (loss) on foreign exchange	63 876.68
Total realized gain (loss)	15 320 247.91
Net realized gain (loss) of the financial year	15 084 346.65
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	645 141.15
Total changes in unrealized appreciation (depreciation)	645 141.15
Net increase (decrease) in net assets as a result of operations	15 729 487.80

Statement of Changes in Net Assets

	USD
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	132 311 762.82
Subscriptions	41 906 377.16
Redemptions	-75 790 203.05
Total net subscriptions (redemptions)	-33 883 825.89
Net income on investments	-235 901.26
Total realized gain (loss)	15 320 247.91
Total changes in unrealized appreciation (depreciation)	645 141.15
Net increase (decrease) in net assets as a result of operations	15 729 487.80
Net assets at the end of the financial year	114 157 424.73

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	2 951 671.8860
Number of shares issued	1 177 488.6810
Number of shares redeemed	-2 413 106.4480
Number of shares outstanding at the end of the financial year	1 716 054.1190
Class	(USD) B
Number of shares outstanding at the beginning of the financial year	4 791 579.3270
Number of shares issued	1 097 504.7270
Number of shares redeemed	-1 618 238.4760
Number of shares outstanding at the end of the financial year	4 270 845.5780

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Australia			
AUD NATL AUSTRALIA BK NPV	18 615.00	654 156.50	0.57
AUD QBE INS GROUP NPV	44 767.00	1 339 039.62	1.18
Total Australia		1 993 196.12	1.75
Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR)	26 633.00	695 026.82	0.61
Total Austria		695 026.82	0.61
Canada			
CAD CANADIAN PAC RY LTD COM	16 800.00	1 183 455.77	1.04
CAD JEAN COUTU GROUP PJC INC CL A SUB VTG	27 200.00	362 684.92	0.32
CAD MAGNA INTL INC CL A	3 200.00	308 986.62	0.27
CAD SUNCOR ENERGY INC COM	5 300.00	503 812.02	0.44
Total Canada		2 358 939.33	2.07
Cayman Islands			
USD GLOBALSANTAFE CORP COM USD0.01	6 600.00	501 732.00	0.44
Total Cayman Islands		501 732.00	0.44
Finland			
EUR STORA ENSO OYJ NPV SER'R'	21 283.00	413 455.67	0.36
Total Finland		413 455.67	0.36
France			
EUR AXA EUR2.29	37 905.00	1 691 588.98	1.48
EUR FRANCE TELECOM EUR4	45 015.00	1 503 784.75	1.32
EUR TECHNIP NPV	1 866.00	166 388.99	0.15
EUR TOTAL EUR2.5 (POST SUBDIVISION)	31 966.00	2 592 154.68	2.27
Total France		5 953 917.40	5.22
Germany			
EUR RHOEN-KLINIKUM AG ORD NPV	5 464.00	174 450.59	0.15
Total Germany		174 450.59	0.15
Hong Kong			
HKD ESPRIT HOLDINGS HKD0.1	38 600.00	613 633.00	0.54
Total Hong Kong		613 633.00	0.54
Ireland			
EUR BK OF IRELAND ORD STK EUR0.64	61 467.00	1 136 398.82	0.99
GBP EXPERIAN GROUP ORD USD0.10	37 717.00	397 276.91	0.35
Total Ireland		1 533 675.73	1.34
Italy			
EUR INTESA SANPAOLO	137 342.00	1 057 467.49	0.93
EUR SNAM RETE GAS EUR1	23 880.00	148 171.59	0.13
Total Italy		1 205 639.08	1.06
Japan			
JPY ADVANTEST CORP NPV	6 000.00	186 758.25	0.16
JPY AIFUL CORP NPV	9 700.00	151 806.29	0.13
JPY CANON INC NPV	10 400.00	566 952.14	0.50
JPY FUNAI ELECTRIC CO NPV	1 000.00	43 472.59	0.04
JPY HONDA MOTOR CO NPV	16 100.00	540 329.52	0.47
JPY HOYA CORP NPV	7 100.00	241 985.83	0.21
JPY JAPAN TOBACCO INC NPV	121.00	663 835.15	0.58
JPY JFE HOLDINGS INC NPV	6 700.00	474 181.63	0.42
JPY KEYENCE CORP NPV	1 700.00	376 907.36	0.33
JPY KOMATSU NPV	12 000.00	402 730.08	0.35
JPY MITSUBI SUMITOMO IN NPV	30 000.00	351 867.15	0.31
JPY NIPPON STEEL CORP NPV	43 000.00	309 185.76	0.27
JPY NISSAN MOTOR CO NPV	51 500.00	515 380.60	0.45
JPY NITTO DENKO CORP NPV	6 600.00	306 429.60	0.27
JPY NOMURA HOLDINGS NPV	34 300.00	574 375.52	0.50
JPY NTN CORP NPV	46 000.00	409 946.53	0.36
JPY NTT DOCOMO NPV	775.00	1 105 073.25	0.99
JPY RICOH CO NPV	24 000.00	507 064.30	0.44
JPY SHIN-ETSU CHEMICAL NPV	1 900.00	131 165.50	0.11
JPY SOMPO JAPAN INS NPV	37 000.00	423 996.87	0.37
JPY SONY CORP NPV	4 300.00	208 242.40	0.18
JPY SUMITOMO ELECTRIC NPV	8 900.00	141 607.62	0.12
JPY SUMITOMO METAL IND NPV	77 000.00	448 550.19	0.39
JPY SUMITOMO MITSUI FG NPV	46.00	357 953.31	0.31
JPY TAKEFUJI CORP NPV	6 720.00	133 213.93	0.12

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY TOYOTA MOTOR CORP NPV	11 600.00	683 806.46	0.60
JPY WEST JAPAN RAILWAY NPV	43.00	204 877.62	0.18
Total Japan		10 461 695.45	9.16
Luxembourg			
EUR ARCELORMITTAL EURO.01	3 194.00	244 378.27	0.21
Total Luxembourg		244 378.27	0.21
Netherlands			
EUR AEGON NV	45 026.00	859 972.94	0.75
EUR ASML HOLDING NV EURO.02	15 582.00	515 218.64	0.45
EUR REED ELSEVIER NV EURO.06	29 279.00	554 633.21	0.49
Total Netherlands		1 929 824.79	1.69
Norway			
NOK STATOILHYDRO ASA NOK2.50	17 100.00	579 487.30	0.51
Total Norway		579 487.30	0.51
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	139 000.00	554 362.70	0.49
SEK SVENSKA CELLULOSA SER'B' NPV	28 500.00	529 772.53	0.46
Total Sweden		1 084 135.23	0.95
United Kingdom			
GBP ASSOCD BRIT FOODS ORD GBP0.0568	18 937.00	308 843.29	0.27
GBP BARCLAYS ORD GBP0.25	115 703.00	1 403 757.32	1.23
GBP BP ORD USD0.25	222 334.00	2 570 617.09	2.26
GBP BRITISH SKY BROADC ORD GBP0.50	36 041.00	510 325.51	0.45
GBP HOME RETAIL GROUP ORD GBP0.10	18 437.00	140 014.68	0.12
GBP HSBC HLDGS ORD USD0.50(UK REG)	28 079.00	517 435.07	0.45
GBP KINGFISHER ORD GBP0.157142857	62 065.00	226 089.25	0.20
GBP PRUDENTIAL ORD GBP0.05	61 482.00	941 331.55	0.82
GBP RENTOKIL INITIAL ORD GBP0.01	80 638.00	274 196.38	0.24
GBP RIO TINTO ORD GBP0.10	12 087.00	1 041 164.00	0.91
GBP ROYAL BK SCOT GRP ORD GBP0.25	82 242.00	879 667.63	0.77
GBP TULLOW OIL ORD GBP0.10	61 609.00	748 093.81	0.66
GBP VODAFONE GROUP ORD USD0.11428571	553 739.00	1 991 202.68	1.74
Total United Kingdom		11 552 738.26	10.12
United States			
USD ALLERGAN INC COM	24 500.00	1 579 515.00	1.38
USD AMAZON COM INC COM	13 300.00	1 238 895.00	1.09
USD AMERICAN ELEC PWR INC COM	10 300.00	474 624.00	0.42
USD ANALOG DEVICES INC COM	25 800.00	932 928.00	0.82
USD ANHEUSER BUSCH COS INC COM	43 500.00	2 174 565.00	1.90
USD AT&T INC COM	16 100.00	681 191.00	0.60
USD BEA SYS INC COM	27 000.00	374 490.00	0.33
USD BK OF NY MELLON CP COM STK USD0.01	32 710.00	1 443 819.40	1.26
USD BRISTOL MYERS SQUIBB CO COM	8 100.00	233 442.00	0.20
USD BURLINGTON NORTHN SANTA FE CP COM	18 400.00	1 493 528.00	1.31
USD CARNIVAL CORP COM USD0.01(PAIED STOCK)	28 900.00	1 399 627.00	1.23
USD CEPHALON INC COM	6 300.00	460 278.00	0.40
USD CHICOS FAS INC COM	14 200.00	199 510.00	0.17
USD CITIGROUP INC COM	62 400.00	2 912 208.00	2.55
USD COACH INC COM	8 300.00	392 341.00	0.34
USD CONSTELLATION BRANDS INC CL A	15 200.00	367 992.00	0.32
USD COSTCO WHSL CORP NEW COM	16 100.00	988 057.00	0.87
USD DELL INC COM	32 000.00	883 200.00	0.77
USD DISCOVER FINL SVCS COM STK USD0.01	12 650.00	263 120.00	0.23
USD EBAY INC COM	9 800.00	382 396.00	0.33
USD ENSCO INTL INC COM	5 900.00	330 990.00	0.29
USD EOG RES INC COM	6 300.00	455 679.00	0.40
USD EXELON CORP COM	16 200.00	1 220 832.00	1.07
USD FEDEX CORP COM	9 600.00	1 005 600.00	0.88
USD FIFTH THIRD BANCORP COM	32 000.00	1 084 160.00	0.95
USD FORTUNE BRANDS INC COM	7 600.00	619 324.00	0.54
USD FREDDIE MAC MITG CORP COM	8 400.00	495 684.00	0.43
USD GENERAL ELECTRIC CO COM	56 700.00	2 347 380.00	2.06
USD GENZYME CORP COM USD0.01	13 300.00	824 068.00	0.72
USD HALLIBURTON CO COM	17 200.00	660 480.00	0.58
USD HARTFORD FINL SVCS GROUP INC COM	5 500.00	509 025.00	0.45
USD ILLINOIS TOOL WKS INC COM	35 100.00	2 093 364.00	1.83
USD INTEL CORP COM	72 500.00	1 874 850.00	1.64
USD INTUIT COM	12 100.00	366 630.00	0.32
USD JOHNSON & JOHNSON COM	8 800.00	578 160.00	0.51
USD JOHNSON CTLS INC COM	10 000.00	1 181 100.00	1.03
USD JP MORGAN CHASE & CO COM	15 000.00	687 300.00	0.60
USD LAUDER ESTEE COS INC CL A	3 200.00	135 872.00	0.12
USD LINEAR TECHNOLOGY CORP COM	13 100.00	458 369.00	0.40
USD MASCO CORP COM	40 500.00	938 385.00	0.82
USD MCAFEE INC COM	10 200.00	355 674.00	0.31
USD MCGRAW HILL COS INC COM	10 400.00	529 464.00	0.46
USD MEDCO HEALTH SOLUTIONS INC COM	8 200.00	741 198.00	0.65
USD MEDTRONIC INC COM	8 400.00	473 844.00	0.42
USD MERCK & CO INC COM	29 800.00	1 540 362.00	1.35
USD MICROSOFT CORP COM	69 800.00	2 056 308.00	1.80

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD MORGAN STANLEY COM NEW	25 000.00	1 575 000.00	1.38
USD NATIONAL SEMICONDUCTOR CORP COM	15 000.00	406 800.00	0.36
USD NEWS CORP CL A	20 900.00	459 591.00	0.40
USD NISOURCE INC COM	23 400.00	447 876.00	0.39
USD NORTHEAST UTILS COM	11 200.00	319 984.00	0.28
USD NORTHROP GRUMMAN CORP COM	7 700.00	600 600.00	0.53
USD OMNICOM GROUP INC COM	11 300.00	543 417.00	0.48
USD PACCAR INC COM	5 600.00	477 400.00	0.42
USD PEABODY ENERGY CORP COM	3 300.00	157 971.00	0.14
USD PEPCO HOLDINGS INC COM	16 100.00	435 988.00	0.38
USD PNC FINL SVCS GROUP INC COM	13 000.00	885 300.00	0.78
USD PROCTER & GAMBLE CO COM	7 100.00	499 414.00	0.44
USD R H DONNELLEY CORP COM NEW	6 200.00	347 324.00	0.30
USD RED HAT INC COM	13 900.00	276 193.00	0.24
USD SEMPRERA ENERGY COM	15 800.00	918 296.00	0.80
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	89 158.00	1 694 002.00	1.48
USD SYMANTEC CORP COM	53 136.00	1 029 775.68	0.90
USD SYSCO CORP COM	38 700.00	1 377 333.00	1.21
USD UNITEDHEALTH GROUP INC COM	6 500.00	314 795.00	0.28
USD VIACOM INC NEW CL B	12 200.00	475 434.00	0.42
USD WELLS FARGO & CO NEW COM	65 600.00	2 336 672.00	2.05
USD WYETH COM	34 300.00	1 528 065.00	1.34
USD XILINX INC COM	36 700.00	959 338.00	0.84
USD YAHOO INC COM	26 700.00	716 628.00	0.63
Total United States		61 223 025.08	53.62
Total Bearer shares		102 518 950.12	89.80
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	10 959.00	485 171.69	0.43
Total Netherlands		485 171.69	0.43
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	11 827.00	2 137 202.28	1.87
Total Switzerland		2 137 202.28	1.87
Total Other shares		2 622 373.97	2.30
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	6 294.00	1 466 623.33	1.29
EUR DAIMLERCHRYSLER AG ORD NPV(REGD)	7 604.00	763 902.98	0.67
EUR SIEMENS AG NPV(REGD)	2 566.00	351 859.42	0.31
EUR UNITED INTERNET AG NPV(REGD)	12 450.00	279 574.07	0.24
Total Germany		2 861 959.80	2.51
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	34 145.00	661 863.42	0.58
EUR BBVA(BILB-VIZ-ARG) EURO.49	15 627.00	365 361.54	0.32
Total Spain		1 027 224.96	0.90
Switzerland			
CHF GIVAUDAN AG CHF10	167.00	153 819.55	0.13
CHF HOLCIM CHF2(REGD)	3 866.00	425 584.32	0.37
CHF LONZA GROUP AG CHF1(REGD)	1 596.00	173 507.96	0.15
CHF NOVARTIS AG CHF0.50(REGD)	17 678.00	972 274.87	0.86
Total Switzerland		1 725 186.70	1.51
Total Registered shares		5 614 371.46	4.92
Total Transferable securities and money market instruments listed on an official stock exchange		110 755 695.55	97.02
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) EXPOSURE SICAV – SMALLER CAPS GLOBAL EX USA FA	61.00	777 844.55	0.68
USD UBS (LUX) EXPOSURE SICAV – SMALLER CAPS USA FA	61.00	761 354.42	0.67
Total Luxembourg		1 539 198.97	1.35
Total Investment certificates, open end		1 539 198.97	1.35
Total UCITS in accordance with Article 41 (1) e		1 539 198.97	1.35
Total investments in securities		112 294 894.52	98.37

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Cash at banks, deposits on demand and deposit accounts and other liquid assets		1 393 092.91	1.22
Other assets and liabilities		469 437.30	0.41
Total net assets		114 157 424.73	100.00

UBS (Lux) Key Selection Sicav – Japan Equities

Annual Report as of 30 September 2007

Most important figures

Date	ISIN	30.9.2007	30.9.2006
Net assets in JPY		1 490 804 902	962 796 645
Class B¹	LU0245619688		
Shares outstanding		158 050.8510	99 205.9490
Net asset value per share in JPY		9 432	9 705

¹ Initial subscription: 16.5.2006

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
Japan	97.70	Vehicles	12.79
Total	97.70	Electronics & semiconductors	11.87
		Finance & holding companies	11.69
		Chemicals	7.45
		Traffic & transportation	7.18
		Miscellaneous trading companies	6.83
		Pharmaceuticals, cosmetics & medical products	5.06
		Mechanical engineering & industrial equipment	4.69
		Tobacco & alcohol	4.63
		Banks & credit institutions	4.59
		Electrical devices & components	3.46
		Real estate	3.27
		Telecommunications	3.11
		Insurance	2.71
		Retail trade, department stores	2.44
		Energy & water supply	1.78
		Building industry & materials	1.11
		Non-ferrous metals	0.92
		Forestry, paper & pulp products	0.86
		Mining, coal & steel	0.59
		Internet, software & IT services	0.38
		Petroleum	0.29
		Total	97.70

Report of the Portfolio Manager

During the year under review (from 1 October 2006 until 30 September 2007), the Japanese stock market registered a modest gain overall, having fallen sharply at the end of the period. Sectors benefiting from solid growth in emerging regions such as industrials and materials led the market throughout the period. On the other hand, domestic sectors such as financials and retail lagged behind in the context of a stagnant domestic economy.

In the year under review the subfund underperformed its benchmark, the MSCI Japan (r), as stock selection in materials, technology and industrials impacted performance negatively. We continued to focus on companies with compelling valuations and we took profits in technology and autos and added positions in machinery, transportation and capital goods on valuation grounds.

Statement of Net Assets

	JPY
Assets	30.9.2007
Investments in securities, cost	1 538 318 690
Investments in securities, unrealized appreciation (depreciation)	-81 698 290
Total investments in securities (Note 1)	1 456 620 400
Cash at banks, deposits on demand and deposit accounts	27 508 525
Receivable on subscriptions	782
Interest receivable on liquid assets	9 283
Receivable on dividends	8 158 332
Total Assets	1 492 297 322
Liabilities	
Provisions for all-in fee (Note 2)	-1 306 069
Provisions for taxe d'abonnement (Note 3)	-186 351
Total provisions	-1 492 420
Total Liabilities	-1 492 420
Net assets at the end of the financial year	1 490 804 902

Statement of Operations

	JPY
Income	1.10.2006–30.9.2007
Interest on liquid assets	57 223
Dividends	19 856 015
Income on securities lending (Note 4)	151 809
Total income	20 065 047
Expenses	
All-in fee (Note 2)	-30 268 569
Taxe d'abonnement (Note 3)	-786 816
Interest on liquid assets and bank overdraft	-13 729
Total expenses	-31 069 114
Net income on investments	-11 004 067
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	-14 204 532
Total realized gain (loss) on investments	-14 204 532
Total realized gain (loss)	-14 204 532
Net realized gain (loss) of the financial year	-25 208 599
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-64 286 272
Total changes in unrealized appreciation (depreciation)	-64 286 272
Net increase (decrease) in net assets as a result of operations	-89 494 871

Statement of Changes in Net Assets

	JPY	
	1.10.2006–30.9.2007	
Net assets at the beginning of the financial year		962 796 645
Subscriptions	1 146 838 113	
Redemptions	-529 334 985	
		617 503 128
Total net subscriptions (redemptions)		
Net income on investments	-11 004 067	
Total realized gain (loss)	-14 204 532	
Total changes in unrealized appreciation (depreciation)	-64 286 272	
		-89 494 871
Net increase (decrease) in net assets as a result of operations		
Net assets at the end of the financial year		1 490 804 902

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007	
Class	B	
Number of shares outstanding at the beginning of the financial year		99 205.9490
Number of shares issued		114 982.5010
Number of shares redeemed		-56 137.5990
Number of shares outstanding at the end of the financial year		158 050.8510

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in JPY Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Japan

JPY ADVANTEST CORP NPV	5 000	17 900 000	1.20
JPY AIFUL CORP NPV	9 800	17 640 000	1.18
JPY ASAHU BREWERIES NPV	4 500	7 875 000	0.53
JPY ASTELLAS PHARMA NPV	8 100	44 631 000	2.99
JPY BK OF YOKOHAMA NPV	17 000	13 481 000	0.90
JPY CANON INC NPV	5 950	37 306 500	2.50
JPY DAIDO STEEL CO NPV	9 000	8 811 000	0.59
JPY DAIWA HOUSE INDS NPV	11 000	16 489 000	1.11
JPY FUJII ELECTRIC HLDG NPV	39 000	19 968 000	1.34
JPY FUKUOKA FINANCIAL NPV	38 000	25 574 000	1.72
JPY FUNAI ELECTRIC CO NPV	2 000	10 000 000	0.67
JPY HITACHI CONST MACH NPV	400	1 836 000	0.12
JPY HONDA MOTOR CO NPV	13 200	50 952 000	3.42
JPY HOYA CORP NPV	6 900	27 048 000	1.81
JPY JAPAN TOBACCO INC NPV	97	61 207 000	4.11
JPY JFE HOLDINGS INC NPV	5 700	46 398 000	3.11
JPY KANSAI ELEC POWER NPV	10 100	26 512 500	1.78
JPY KAWASAKI KISEN KAI NPV	22 000	37 114 000	2.49
JPY KDDI CORP NPV	12	10 224 000	0.69
JPY KEYENCE CORP NPV	1 300	33 150 000	2.22
JPY KOMATSU NPV	6 900	26 634 000	1.79
JPY LEOPALACE 21 CORP NPV	5 300	19 981 000	1.34
JPY MATSUSHITA ELC IND NPV	6 000	12 930 000	0.87
JPY MITSUBISHI CORP NPV	15 900	57 876 000	3.88
JPY MITSUBISHI ELEC CP NPV	16 000	23 040 000	1.55
JPY MITSUBISHI TANABE PHARMA CORP NPV	10 000	14 500 000	0.97
JPY MITSUBI FUDOSAN CO NPV	9 000	28 710 000	1.93
JPY MITSUI MINING & SM NPV	20 000	9 900 000	0.66
JPY MITSUI O.S.K.LINES NPV	17 000	31 637 000	2.12
JPY MITSUI SUMITOMO IN NPV	30 000	40 470 000	2.71
JPY NGK INSULATORS NPV	5 000	18 500 000	1.24
JPY NIPPON LIGHT METAL NPV	15 000	3 795 000	0.25
JPY NIPPON OIL CORP NPV	4 000	4 268 000	0.29
JPY NIPPON PAPER GROUP NPV	36	12 780 000	0.86
JPY NISHIMATSUYA CHAIN NPV	6 600	9 616 200	0.65
JPY NITTO DENKO CORP NPV	7 800	41 652 000	2.79
JPY NOK CORP NPV	12 500	30 750 000	2.06
JPY NOMURA HOLDINGS NPV	9 000	17 334 000	1.16
JPY NTN CORP NPV	19 000	19 475 000	1.31
JPY NTT DOCOMO NPV	220	36 080 000	2.42
JPY RICOH CO NPV	8 000	19 440 000	1.30
JPY ROHM CO LTD NPV	2 200	22 330 000	1.50
JPY SEGA SAMMY HLDGS I NPV	2 700	4 131 000	0.28
JPY SHIN-ETSU CHEMICAL NPV	800	6 352 000	0.43
JPY SHIONOGI & CO NPV	6 000	10 626 000	0.71
JPY SMC CORP NPV	1 400	22 022 000	1.48
JPY SUMITOMO CHEM CO NPV	64 000	63 040 000	4.23
JPY SUMITOMO MITSUI FG NPV	68	60 860 000	4.08
JPY SUMITOMO TRUST&BKG NPV	43 000	37 367 000	2.51
JPY TAIYO YUDEN CO LTD NPV	3 000	6 825 000	0.46
JPY TAKEDA PHARMACEUTI NPV	700	5 656 000	0.38
JPY TOYOTA MOTOR CORP NPV	16 100	109 158 000	7.31
JPY TOYOTA TSUSHO CORP NPV	14 400	43 920 000	2.95
JPY WEST JAPAN RAILWAY NPV	70	38 360 000	2.57
JPY YAHOO JAPAN CORP NPV	130	5 655 000	0.38
JPY YAMADA DENKI CO NPV	2 360	26 833 200	1.80
Total Japan		1 456 620 400	97.70
Total Bearer shares		1 456 620 400	97.70
Total Transferable securities and money market instruments listed on an official stock exchange		1 456 620 400	97.70
Total investments in securities		1 456 620 400	97.70
Cash at banks, deposits on demand and deposit accounts and other liquid assets		27 508 525	1.85
Other assets and liabilities		6 675 977	0.45
Total net assets		1 490 804 902	100.00

UBS (Lux) Key Selection Sicav – US Equities

Annual Report as of 30 September 2007

Three-year comparison

Date	ISIN	30.9.2007	30.9.2006	30.9.2005
Net assets in USD		2 048 546 768.57	2 763 895 880.69	1 921 267 638.50
Class (EUR) B	LU0155373292			
Shares outstanding		9 287 467.6250	18 476 494.6400	15 125 944.9580
Net asset value per share in EUR		12.77	12.91	12.42
Class (EUR) BG	LU0176552304			
Shares outstanding		N/A	N/A	557.2280
Net asset value per share in EUR		N/A	N/A	11.40
Class (USD) A¹	LU0274146058			
Shares outstanding		445 334.8190		
Net asset value per share in USD		18.15		
Class (USD) B	LU0153925929			
Shares outstanding		104 400 027.5800	152 437 703.9120	114 582 649.4000
Net asset value per share in USD		17.93	16.15	14.79

¹ Initial subscription: 4.12.2006

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets		Economic Breakdown as a % of net assets	
United States	96.83	Banks & credit institutions	15.17
Cayman Islands	1.01	Pharmaceuticals, cosmetics & medical products	11.23
Total	97.84	Internet, software & IT services	10.10
		Electronics & semiconductors	6.64
		Finance & holding companies	5.94
		Petroleum	5.64
		Energy & water supply	5.64
		Telecommunications	5.35
		Vehicles	3.91
		Traffic & transportation	3.50
		Mechanical engineering & industrial equipment	3.24
		Graphic design, publishing & media	3.20
		Biotechnology	2.91
		Retail trade, department stores	2.78
		Insurance	2.59
		Tobacco & alcohol	2.41
		Lodging, catering & leisure	1.57
		Building industry & materials	1.49
		Miscellaneous trading companies	1.31
		Healthcare & social services	1.05
		Computer hardware & network equipment providers	1.01
		Mining, coal & steel	0.65
		Textiles, garments & leather goods	0.51
		Total	97.84

Report of the Portfolio Manager

By the end of the reporting year (from 1 October 2006 until 30 September 2007) the issues and worries related to the sub-prime mortgage market had had a large impact on US equities. Broad equity markets additionally experienced a downturn in the first half of 2007. The Federal Bank raised and then maintained interest rates, since the consumer needed some stability.

During the reporting year the subfund underperformed its benchmark, the MSCI USA (r). Most of the negative impact came from poor sector allocation, with the subfund underweighted in energy, technology hardware and equipment and overweighted in consumer discretionary. Amongst the top detractors at the stock level were overweights in Wyeth and Masco and an underweight in Exxon. The largest contributors were overweights in Amazon and Johnson Controls and not holding Pfizer.

Statement of Net Assets

	USD
Assets	30.9.2007
Investments in securities, cost	1 690 149 521.96
Investments in securities, unrealized appreciation (depreciation)	314 178 525.42
Total investments in securities (Note 1)	2 004 328 047.38
Cash at banks, deposits on demand and deposit accounts	45 749 702.62
Other liquid assets (Margins)	1 260 000.00
Receivable on securities sales (Note 1)	1 119 232.05
Receivable on subscriptions	2 120 686.07
Interest receivable on liquid assets	108 997.68
Receivable on dividends	1 408 723.75
Unrealized gain (loss) on financial futures (Note 1)	-73 000.00
Total Assets	2 056 022 389.55
Liabilities	
Other short-term liabilities (Margins)	-57 000.00
Payable on securities purchases (Note 1)	-1 639 633.71
Payable on redemptions	-3 793 534.63
Provisions for all-in fee (Note 2)	-1 729 383.60
Provisions for taxe d'abonnement (Note 3)	-256 069.04
Total provisions	-1 985 452.64
Total Liabilities	-7 475 620.98
Net assets at the end of the financial year	2 048 546 768.57

Statement of Operations

	USD
Income	1.10.2006–30.9.2007
Interest on liquid assets	3 947 301.77
Dividends	31 693 939.19
Income on securities lending (Note 4)	1 424 535.07
Total income	37 065 776.03
Expenses	
All-in fee (Note 2)	-51 536 723.11
Taxe d'abonnement (Note 3)	-1 240 465.14
Interest on liquid assets and bank overdraft	-856 683.90
Total expenses	-53 633 872.15
Net income on investments	-16 568 096.12
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	328 463 004.58
Realized gain (loss) on financial futures	3 320 974.00
Total realized gain (loss) on investments	331 783 978.58
Realized gain (loss) on foreign exchange	-58 779.31
Total realized gain (loss)	331 725 199.27
Net realized gain (loss) of the financial year	315 157 103.15
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-10 205 219.36
Unrealized appreciation (depreciation) on financial futures	-643 987.50
Total changes in unrealized appreciation (depreciation)	-10 849 206.86
Net increase (decrease) in net assets as a result of operations	304 307 896.29

Statement of Changes in Net Assets

	USD
	1.10.2006–30.9.2007
Net assets at the beginning of the financial year	2 763 895 880.69
Subscriptions	512 286 340.62
Redemptions	-1 531 943 349.03
Total net subscriptions (redemptions)	-1 019 657 008.41
Net income on investments	-16 568 096.12
Total realized gain (loss)	331 725 199.27
Total changes in unrealized appreciation (depreciation)	-10 849 206.86
Net increase (decrease) in net assets as a result of operations	304 307 896.29
Net assets at the end of the financial year	2 048 546 768.57

Changes in the Number of Shares outstanding

	1.10.2006–30.9.2007
Class	(EUR) B
Number of shares outstanding at the beginning of the financial year	18 476 494.6400
Number of shares issued	3 643 173.3100
Number of shares redeemed	-12 832 200.3250
Number of shares outstanding at the end of the financial year	9 287 467.6250
Class	(USD) A
Number of shares outstanding at the beginning of the financial year	0.0000
Number of shares issued	477 313.8450
Number of shares redeemed	-31 979.0260
Number of shares outstanding at the end of the financial year	445 334.8190
Class	(USD) B
Number of shares outstanding at the beginning of the financial year	152 437 703.9120
Number of shares issued	25 208 535.1490
Number of shares redeemed	-73 246 211.4810
Number of shares outstanding at the end of the financial year	104 400 027.5800

Statement of Investments in Securities and other Net Assets as of 30 September 2007

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
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Transferable securities and money market instruments listed on an official stock exchange

Bearer shares

Cayman Islands

USD	GLOBAL SANTAFE CORP COM USD0.01	271 100.00	20 609 022.00	1.01
Total Cayman Islands			20 609 022.00	1.01

United States

USD	AFLAC INC COM	256 500.00	14 630 760.00	0.71
USD	ALLERGAN INC COM	684 200.00	44 110 374.00	2.15
USD	ALLSTATE CORP COM	317 600.00	18 163 544.00	0.89
USD	AMAZON COM INC COM	316 900.00	29 519 235.00	1.44
USD	AMERICAN ELEC PWR INC COM	405 400.00	18 680 832.00	0.91
USD	AMGEN INC COM	132 000.00	7 467 240.00	0.36
USD	ANALOG DEVICES INC COM	984 400.00	35 595 904.00	1.74
USD	ANHEUSER BUSCH COS INC COM	283 500.00	14 172 165.00	0.69
USD	AT&T INC COM	733 800.00	31 047 078.00	1.52
USD	BEA SYS INC COM	988 000.00	13 703 560.00	0.67
USD	BK OF NY MELLON CP COM STK USD0.01	1 022 019.00	45 111 918.66	2.20
USD	BORG WARNER INC COM	300 900.00	27 541 377.00	1.34
USD	BRISTOL MYERS SQUIBB CO COM	590 300.00	17 012 446.00	0.83
USD	BURLINGTON NORTHN SANTA FE CP COM	479 100.00	38 888 547.00	1.90
USD	CARNIVAL CORP COM USD0.01(PAIRED STOCK)	665 600.00	32 235 008.00	1.57
USD	CEPHALON INC COM	123 300.00	9 008 298.00	0.44
USD	CHEVRON CORP NEW COM	163 800.00	15 328 404.00	0.75
USD	CHICOS FAS INC COM	622 300.00	8 743 315.00	0.43
USD	CITIGROUP INC COM	1 603 900.00	74 854 013.00	3.70
USD	CITRIX SYS INC COM	467 200.00	18 837 504.00	0.92
USD	CITY NATL CORP COM	139 300.00	9 682 743.00	0.47
USD	COACH INC COM	222 500.00	10 517 575.00	0.51
USD	COMCAST CORP NEW CL A	644 100.00	15 574 338.00	0.76
USD	CONSTELLATION BRANDS INC CL A	687 600.00	16 646 796.00	0.81
USD	COSTCO WHSL CORP NEW COM	504 800.00	30 979 576.00	1.51
USD	DELL INC COM	746 800.00	20 611 680.00	1.01
USD	DISCOVER FINL SVCS COM STK USD0.01	535 860.00	11 145 888.00	0.54
USD	ENSCO INTL INC COM	279 700.00	15 691 170.00	0.77
USD	EOG RES INC COM	243 900.00	17 641 287.00	0.86
USD	EXELON CORP COM	827 700.00	62 375 472.00	3.04
USD	EXXON MOBIL CORP COM	218 200.00	20 196 592.00	0.99
USD	FEDEX CORP COM	313 300.00	32 818 175.00	1.60
USD	FIFTH THIRD BANCORP COM	812 200.00	27 517 336.00	1.34
USD	FORTUNE BRANDS INC COM	228 100.00	18 587 869.00	0.91
USD	FREDDIE MAC MTG CORP COM	341 500.00	20 151 915.00	0.98
USD	GENERAL ELECTRIC CO COM	1 358 200.00	56 229 480.00	2.74
USD	GENZYME CORP COM USD0.01	524 700.00	32 510 412.00	1.59
USD	GOOGLE INC CL A	25 900.00	14 692 293.00	0.72
USD	HALLIBURTON CO COM	680 600.00	26 135 040.00	1.28
USD	HARLEY DAVIDSON INC COM	214 500.00	9 912 045.00	0.48
USD	HARTFORD FINL SVCS GROUP INC COM	219 300.00	20 296 215.00	0.99
USD	ILLINOIS TOOL WKS INC COM	763 400.00	45 529 176.00	2.22
USD	INTEL CORP COM	2 282 600.00	59 028 036.00	2.88
USD	INTUIT COM	495 200.00	15 004 560.00	0.73
USD	JOHNSON & JOHNSON COM	404 700.00	26 588 790.00	1.30
USD	JOHNSON CTLS INC COM	361 000.00	42 637 710.00	2.08
USD	JP MORGAN CHASE & CO COM	779 450.00	35 714 399.00	1.74
USD	LINEAR TECHNOLOGY CORP COM	445 600.00	15 591 544.00	0.76
USD	MASCO CORP COM	1 318 650.00	30 553 120.50	1.49
USD	MCGRAW HILL COS INC COM	199 000.00	10 131 090.00	0.49
USD	MEDCO HEALTH SOLUTIONS INC COM	240 100.00	21 702 639.00	1.06
USD	MEDTRONIC INC COM	389 600.00	21 977 336.00	1.07
USD	MERCK & CO INC COM	719 400.00	37 185 786.00	1.82
USD	MICROSOFT CORP COM	1 954 100.00	57 567 786.00	2.81
USD	MILLENNIUM PHARMACEUTICALS INC COM	1 044 100.00	10 597 615.00	0.52
USD	MILLIPORE CORP COM	70 400.00	5 336 320.00	0.26
USD	MORGAN STANLEY COM NEW	892 000.00	56 196 000.00	2.74
USD	NEWS CORP CL A	930 700.00	20 466 093.00	1.00
USD	NISOURCE INC COM	524 800.00	10 044 672.00	0.49
USD	NORTHEAST UTILS COM	70 400.00	2 011 328.00	0.10
USD	OMNICOM GROUP INC COM	459 200.00	22 082 928.00	1.08
USD	PACCAR INC COM	245 400.00	20 920 350.00	1.02
USD	PEABODY ENERGY CORP COM	277 700.00	13 293 499.00	0.65
USD	PEPCO HOLDINGS INC COM	343 800.00	9 310 104.00	0.45
USD	PHARMACEUTICAL PROD DEV INC COM	209 100.00	7 410 504.00	0.36
USD	PNC FINL SVCS GROUP INC COM	294 900.00	20 082 690.00	0.98
USD	R H DONNELLEY CORP COM NEW	318 863.00	17 862 705.26	0.87
USD	RED HAT INC COM	458 500.00	9 110 395.00	0.44
USD	SCHERING PLOUGH CORP COM	413 800.00	13 088 494.00	0.64
USD	SEMPRA ENERGY COM	385 250.00	22 390 730.00	1.09
USD	SPRINT NEXTEL CORP COM USD2.SERIE 1	2 197 076.00	41 744 444.00	2.04
USD	SYMANTEC CORP COM	1 425 042.00	27 617 313.96	1.35
USD	SYSCO CORP COM	755 900.00	26 902 481.00	1.31
USD	TARGET CORP COM	271 600.00	17 265 612.00	0.84
USD	UNITEDHEALTH GROUP INC COM	444 400.00	21 522 292.00	1.05
USD	VIACOM INC NEW CL B	420 800.00	16 398 576.00	0.80

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD WELLS FARGO & CO NEW COM	1 854 400.00	66 053 728.00	3.22
USD WYETH COM	919 700.00	40 972 635.00	2.00
USD XILINX INC COM	779 800.00	20 383 972.00	1.00
USD YAHOO INC COM	777 800.00	20 876 152.00	1.02
Total United States		1 983 719 025.38	96.83
Total Bearer shares		2 004 328 047.38	97.84
Total Transferable securities and money market instruments listed on an official stock exchange		2 004 328 047.38	97.84
Total investments in securities		2 004 328 047.38	97.84

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

USD S&P500 EMINI FUTURE 21.12.07	400.00	-73 000.00	0.00
Total Financial Futures on Indices		-73 000.00	0.00
Total Derivative instruments listed on an official stock exchange		-73 000.00	0.00
Total Derivative instruments		-73 000.00	0.00
Cash at banks, deposits on demand and deposit accounts and other liquid assets		47 009 702.62	2.29
Bank overdraft and other short-term liabilities		-57 000.00	0.00
Other assets and liabilities		-2 660 981.43	-0.13
Total net assets		2 048 546 768.57	100.00

Note 1 – Summary of significant accounting policies

a) Calculation of the net asset value

The net asset value and the issue and redemption price per share of any subfund or of any share class are expressed in the currencies of account of the subfund or share classes concerned and are calculated every business day by dividing the overall net assets of the subfund, into which each share class is to be allocated, by the number of shares in circulation in the respective share class of this subfund.

The percentage of the net asset value, which is attributable to each respective share class of a subfund, is determined by the ratio of the shares in circulation in each share class to the total number of shares in circulation in the subfund, and will change when shares are issued or redeemed. When this happens, the net asset value attributable to the respective share class is increased or reduced by the amount received or paid out.

b) Valuation principles

– Securities, derivatives and other investments listed on a stock exchange are valued at the last available market prices. If the same security, derivatives or other investment is quoted on several stock exchanges, the last available listing on the stock exchange that represents the major market for this security will apply.

In the case of securities, derivatives and other investments where the trade on the stock market is thin but which are traded between securities dealers on a secondary market using usual market price formation methods, the company can use the prices on this secondary market as the basis for their valuation of these securities, derivatives and other investments. Securities, derivatives and other investments that are not listed on a stock exchange, but which are traded on another regulated market which is recognised, open to the public and operating in a due and orderly fashion, are valued at the last available price on this market.

– Securities, derivatives and other investments that are not listed on a stock exchange or traded on another regulated market, and for which no appropriate price can be obtained, are valued by the company in good faith according to other principles of its choosing on the basis of the likely sales prices.

- Derivatives which are not listed on a stock exchange (OTC derivatives) are valued by reference to independent price sources. If only one independent price source is available to value a derivative, then the plausibility of the valuation must be verified by means of calculation models which are recognised by the company taking as basis the market value of the underlying instrument from which the derivative derives.
- Shares/units of other undertakings for collective investment in securities (UCITS) and/or undertakings for collective investment (UCI) will be valued at their last net asset value.
- In the case of money market instruments, the valuation price is gradually adjusted to the redemption price starting from the net acquisition price, while at the same time maintaining the return based on this price. If market conditions change substantially, the valuation principles for the individual investments are adjusted to the new market returns.
- Time and fiduciary deposits are valued at their nominal value plus accrued interest.
- The value of swap transactions is calculated by the swap counterparty on the basis of the net present value of all cash flows, both inflows and outflows. This valuation method is recognised by the company.

The company is authorised to apply other generally recognised and auditable valuation criteria in good faith in order to achieve an appropriate determination of the valuation of the net asset value if, due to extraordinary circumstances, a valuation in accordance with the aforementioned regulations proves to be unfeasible or inaccurate.

These valuation criteria are determined by the Board of Directors with prudence, on the basis of market quotations resulting from transactions or from pricing models, as well as from any other source, which may include broker statements, considered as reliable and appropriate by the Board of Directors to reflect what is believed to be the fair value of those securities at the portfolio's valuation point.

In the event of extraordinary circumstances, additional valuations, which will affect the prices of the shares to be subsequently issued or redeemed, may be carried out within one day.

c) Net realized gain (loss) on sales of securities

The realized gains or losses on the sales of securities are calculated on the basis of the average cost of the securities sold.

d) Valuation of forward foreign exchange contracts

The unrealized gain (loss) of outstanding forward foreign exchange contracts is valued on the basis of the forward exchange rates prevailing at valuation date.

e) Valuation of financial futures contracts

Financial futures contracts are valued based on the latest available published price applicable on the valuation date. Realized gains and losses and the changes in unrealized gains and losses are recorded in the statement of operations. The realized gains and losses are calculated in accordance with the FIFO method, i.e. the first contracts acquired are regarded as the first to be sold.

f) Conversion of foreign currencies

Bank accounts, other net assets and the valuation of the investments in securities held denominated in currencies other than the reference currency of the different subfunds are converted at the mid closing spot rates on the valuation date. Income and expenses denominated in currencies other than the currency of the different subfunds are converted at the mid closing spot rates at payment date. Gain or loss on foreign exchange is included in the statement of operations.

The cost of securities denominated in currencies other than the reference currency of the different subfunds is converted at the mid closing spot rate prevailing on the day of acquisition.

g) Accounting of securities' portfolio transactions

The securities' portfolio transactions are accounted for the bank business day following the transaction dates.

h) Consolidated financial statements

The consolidated financial statements of the company are expressed in EUR. The various items of the consolidated statement of net assets and the consolidated statement of operations as of 30 September 2007 of the company are equal to the sum of the corresponding items in the financial statements of each subfund converted into EUR at the following exchange rates.

The following exchange rates were used for the conversion of foreign currencies and the consolidated financial statements as of 30 September 2007:

Exchange rates

EUR 1 =	CHF	1.661356
EUR 1 =	GBP	0.698039
EUR 1 =	JPY	163.301688
EUR 1 =	USD	1.422150

i) Income recognition

Dividends, net of withholding taxes, are recognized as income on the date upon which the relevant securities are first listed as "ex-dividend". Interest income is accrued on a daily basis.

*j) Receivable on securities sales,
Payable on securities purchases*

The account "Receivables on securities sales" can also include receivables from foreign currency transactions. The account "Payables on securities purchases" can also include payables from foreign currency transactions.

k) Swaps

The company may enter into interest rate swap contracts, forward rate agreements on interest rates swaptions and credit default swaps, if they are executed with first-class financial institutions that specialize in transactions of this kind.

Changes in unrealized profits and losses are reflected in the statement of operations under the changes in "Unrealized appreciation (depreciation) on Swaps".

Gains or losses on swaps incurred when closed-out or matured are recorded as "Realized gain (loss) on Swaps" in the statement of operations.

l) Securities without fixed maturity date

Securities descriptions ending with "XX" in the "Statement of Investments in Securities and other Net Assets" indicate that these securities have no fixed maturity date.

Note 2 – All-in fee

The company pays a monthly all-in fee (monthly all-in commission) for the various subfunds and/or share classes calculated on the average net asset value of the subfunds and/or share classes indicated in the table below:

UBS (Lux) Key Selection Sicav	All-in fee Share class "A"/"B"
– Absolute Return Medium (CHF)	0.135% per month (1.62% p.a.)
– Absolute Return Medium (EUR)	0.135% per month (1.62% p.a.)
– Absolute Return Medium (USD)	0.135% per month (1.62% p.a.)
– Absolute Return Plus (CHF)	0.160% per month (1.92% p.a.)
– Absolute Return Plus (EUR)	0.160% per month (1.92% p.a.)
– Absolute Return Plus (USD)	0.160% per month (1.92% p.a.)
– Asian Equities	0.170% per month (2.04% p.a.)

UBS (Lux) Key Selection Sicav	All-in fee Share class "A"/"B"
– EUR Bonds	0.085% per month (1.02% p.a.)
– Euro Countries Equities	0.170% per month (2.04% p.a.)
– European Equities	0.170% per month (2.04% p.a.)
– Global Allocation (CHF)	0.170% per month (2.04% p.a.)
– Global Allocation (EUR)	0.170% per month (2.04% p.a.)
– Global Allocation (GBP)	0.170% per month (2.04% p.a.)
– Global Allocation (USD)	0.170% per month (2.04% p.a.)
– Global Allocation Focus Europe	0.170% per month (2.04% p.a.)
– Global Equities	0.170% per month (2.04% p.a.)
– Japan Equities	0.170% per month (2.04% p.a.)
– US Equities	0.170% per month (2.04% p.a.)

Out of the above mentioned monthly all-in fee, the company pays for all the costs incurred in connection with administration, portfolio management and safekeeping of the company's assets as well as their sale, including:

- annual charges and costs of approvals and supervision of the company in Luxembourg and abroad;
- other charges made by supervisory authorities;
- printing of Articles of Association and prospectuses, the annual and semi-annual reports;
- price publications and the publication of notices to investors;
- fees charged in connection with listing the company and with sales in Luxembourg and abroad;
- commission charges and costs of the custodian bank for safekeeping the company's assets, dealing with payments and other expenses payable in accordance with the fund law dated 20 December 2002;
- fees and other costs for the payment of dividends to shareholders;
- audit fees.

Out of the management commission sales fees are paid to distributors and asset managers of the company.

The custodian bank, administrative agent and company nevertheless all have a claim to be reimbursed the costs for special arrangements that they may make on behalf of shareholders or such costs will be charged direct to the company.

The company will additionally bear all costs of transactions (broker's normal commission, fees, taxes, etc.) connected with administration of the company assets.

The company will also pay all taxes levied on the assets and income of the company, particularly the "taxe d'abonnement".

All costs which can be allocated accurately to individual subfunds and/or individual share classes will be charged to these subfunds. If costs pertain to several or all subfunds, however, these costs will be charged to the subfunds concerned in proportion to their relative net asset values.

In those subfunds whose investment policies allow them to invest in other existing UCIs or UCITS there may be charges at the level of the investment fund as well as of the subfund. The following table lists the total management commission which may be charged at the level of the investment fund and company:

UBS (Lux) Key Selection Sicav	Share classes "A"/"B" (maximum)
– Absolute Return Medium (CHF)	2.62% p.a.
– Absolute Return Medium (EUR)	2.62% p.a.
– Absolute Return Medium (USD)	2.62% p.a.
– Absolute Return Plus (CHF)	2.92% p.a.
– Absolute Return Plus (EUR)	2.92% p.a.
– Absolute Return Plus (USD)	2.92% p.a.
– EUR Bonds	2.02% p.a.
– Global Allocation (CHF)	3.04% p.a.
– Global Allocation (EUR)	3.04% p.a.
– Global Allocation (GBP)	3.04% p.a.
– Global Allocation (USD)	3.04% p.a.
– Global Allocation Focus Europe	3.04% p.a.

With investments in units of funds managed directly or indirectly by the company itself or another company related to it by common management or control, or by a direct or indirect holding of more than 10% of the capital or the voting shares, the subfund may be charged only with a reduced all-in administration commission of no more than 0.25% per year on those investments. The company may, moreover, not charge the subfund making the investment with any of the related target fund's issuing or redemption commissions.

If, in accordance with the above paragraph, the company invests in a related fund that charges a lower all-in administration commission than that charged by the subfund making the investment, the company may, instead of the aforementioned lower all-in administration commission, charge the volume invested in this target fund with the difference between the all-in administration commission charged by the subfund making the investment on the one hand and the all-in administration commission of the target fund on the other.

The "Retrocessions" position lists reimbursements of the all-in fee paid to the company. Retrocessions are applied to the relevant subfunds as income. The reimbursements are calculated daily based on the various fee rates in order to ensure that the fee rate of the target fund does not exceed the rate of the subfund.

Note 3 – Taxe d'abonnement

In accordance with the law and the regulations currently in force, the company is subject to a subscription tax at the annual rate of 0.05%, payable quarterly and calculated on the basis of the net assets of each subfund at the end of each quarter.

The taxe d'abonnement is waived for that part of the net assets invested in units or shares of other undertakings for collective investment that have already paid the taxe d'abonnement in accordance with the statutory provisions of Luxembourg law.

Note 4 – Securities Lending

The company may also lend portions of its securities portfolio to third parties. In general, lendings may only be effected via recognized clearing houses such as Clearstream International or Euroclear, or through the intermediary of prime financial institutions that specialise in such activities and in the modus specified by them. Such transactions may not be entered into for longer than 30 days, however. If the loan exceeds 50% of the securities portfolio of the corresponding subfund, it may only be effected on condition that termination of the loan contract is possible immediately.

The market value of the securities lent on 30 September 2007 was for the following subfunds:

UBS (Lux) Key Selection Sicav	Securities Lending
– Absolute Return Medium (CHF)	– CHF
– Absolute Return Medium (EUR)	– EUR
– Absolute Return Medium (USD)	– USD
– Absolute Return Plus (CHF)	14 975 657.79 CHF
– Absolute Return Plus (EUR)	10 144 794.24 EUR
– Absolute Return Plus (USD)	9 926 388.74 USD
– Asian Equities	41 520.00 USD
– EUR Bonds	14 149 675.13 EUR
– Euro Countries Equities	299 708 056.14 EUR
– European Equities	41 967 637.50 EUR

UBS (Lux) Key Selection Sicav	Securities Lending
– Global Allocation (CHF)	290 704 670.83 CHF
– Global Allocation (EUR)	710 776 616.88 EUR
– Global Allocation (GBP)	29 069 493.15 GBP
– Global Allocation (USD)	1 715 043 235.82 USD
– Global Allocation Focus Europe	89 008 281.07 EUR
– Global Equities	29 142 120.42 USD
– Japan Equities	589 955 300.00 JPY
– US Equities	578 350 615.80 USD

Note 5 – Income distribution

a) Distribution policy

The general meeting of shareholders of the respective subfund shall decide, upon the proposal of the Board of Directors and after closing the annual accounts per subfund, whether and to what extent distributions are to be paid out by each subfund and/or share class. The payment of distributions must not result in the net assets of the company falling below the minimum volume of assets prescribed by law. If a distribution is made, payment will be effected no later than four months after the end of the financial year.

The Board of Directors is authorized to pay interim dividends and to suspend the payment of distributions.

b) UK Distribution policy

The Company has applied certification as a distribution Fund under the United Kingdom corporation tax principles for the following Classes of shares:

UBS (Lux) Key Selection Sicav – Asian Equities (GBP) A
UBS (Lux) Key Selection Sicav – US Equities (USD) A

It is intended that all those Classes of shares will distribute at least 85% of the net investment income attributable to such Classes of shares, computed broadly in accordance with the definition of net taxable income under United Kingdom corporation tax principles, so that these Classes of shares of the Company qualify as "distribution" for the purpose of United Kingdom tax legislation.

All other Classes of shares with a distribution policy may pay dividends but will not qualify as "distribution" for the purpose of United Kingdom tax legislation.

In order to ensure appropriate treatment between shareholders who become shareholders at different points in time, an income equalisation amount is calculated so that any distributions to such shareholders correspond to their actual income entitlement.

Note 6 – Soft commission arrangements

During the period from 1st October 2006 until 30 September 2007, no “soft commission arrangements” were entered into on behalf of UBS (Lux) Key Selection Sicav and “soft dollar commissions” amount to nil.

Note 7 – Commitments on Financial Futures

Commitments on Financial Futures per subfund and respective currency as of 30 September 2007 can be summarised as follows:

UBS (Lux) Key Selection Sicav	Financial Futures on indices (purchased)	Financial Futures on indices (sold)
– Absolute Return Medium (CHF)	51 321 403.61 CHF	548 456 950.22 CHF
– Absolute Return Medium (EUR)	14 988 753.36 EUR	146 581 182.01 EUR
– Absolute Return Medium (USD)	8 913 407.41 USD	80 603 881.78 USD
– Absolute Return Plus (CHF)	45 410 922.58 CHF	593 798 904.25 CHF
– Absolute Return Plus (EUR)	29 871 909.22 EUR	337 887 535.55 EUR
– Absolute Return Plus (USD)	28 318 719.69 USD	345 982 215.12 USD
– European Equities	1 830 829.29 EUR	– EUR
– Global Allocation (CHF)	67 472 897.63 CHF	60 535 405.67 CHF
– Global Allocation (EUR)	115 971 322.36 EUR	98 024 900.90 EUR
– Global Allocation (GBP)	6 335 291.82 GBP	6 541 469.77 GBP
– Global Allocation (USD)	241 700 375.59 USD	202 513 784.36 USD
– Global Allocation Focus Europe	24 510 008.17 EUR	23 907 003.53 EUR
– US Equities	30 762 000.00 USD	– USD

UBS (Lux) Key Selection Sicav	Financial Futures on bonds (purchased)	Financial Futures on bonds (sold)
– Absolute Return Medium (CHF)	31 994 393.04 CHF	222 581 475.30 CHF
– Absolute Return Medium (EUR)	9 299 971.23 EUR	61 086 232.17 EUR
– Absolute Return Medium (USD)	5 450 829.53 USD	35 481 687.73 USD
– EUR Bonds	– EUR	9 809 785.97 EUR

UBS (Lux) Key Selection Sicav	Financial Futures on interest rates (purchased)	Financial Futures on interest rates (sold)
– EUR Bonds	8 815 921.32 EUR	8 410 681.01 EUR

Note 8 – Total Expense Ratio (TER)

This ratio was calculated in accordance with the “Guidelines on the calculation and publication of the TER and PTR” issued by the Swiss Funds Association SFA on 25 January 2006 and expresses the sum of all costs and commissions charged on an ongoing basis to the net assets (operating expenses) taken retrospectively as a percentage of the net assets.

TER for the last 12 months:

UBS (Lux) Key Selection Sicav	Total Expense Ratio (TER)
– Absolute Return Medium (CHF) (CHF) B	1.63%
– Absolute Return Medium (EUR) (EUR) B	1.61%
– Absolute Return Medium (USD) (USD) B	1.62%
– Absolute Return Plus (CHF) (CHF) B	2.02%
– Absolute Return Plus (EUR) (EUR) B	2.01%
– Absolute Return Plus (USD) (USD) B	2.02%
– Absolute Return Plus (USD) (CAD hedged) B	2.06%
– Absolute Return Plus (USD) (SGD hedged) B	2.24%
– Asian Equities (GBP) A	1.81%
– Asian Equities (USD) B	1.81%
– EUR Bonds A	1.07%
– EUR Bonds B	1.07%
– Euro Countries Equities (EUR) B	2.08%
– European Equities (EUR) B	2.09%
– Global Allocation (CHF) (CHF) B	2.08%
– Global Allocation (EUR) (EUR) B	2.08%
– Global Allocation (EUR) (CAD hedged) B	1.95%
– Global Allocation (EUR) (SGD hedged) B	2.17%
– Global Allocation (GBP) (GBP) B	2.08%
– Global Allocation (USD) (USD) B	2.08%
– Global Allocation Focus Europe (CHF) B	2.07%
– Global Allocation Focus Europe (EUR) B	2.07%
– Global Allocation Focus Europe (USD) B	2.07%
– Global Equities (EUR) B	2.09%
– Global Equities (USD) B	2.09%
– Japan Equities B	2.08%
– US Equities (EUR) B	2.09%
– US Equities (USD) A	2.07%
– US Equities (USD) B	2.09%

Transaction costs and any other costs incurred in connection with currency hedging are not included in the TER.

The retrocessions (see note 2) are taken into account in the Total Expense Ratio (TER).

Note 9 – Portfolio Turnover Rate (PTR)

This key ratio was calculated in accordance with the Swiss Funds Association's (SFA) "Guidelines on the calculation and disclosure of the TER and PTR" dated 25 January 2006. The PTR is considered an indicator of the relevance of the additional costs incurred when buying and selling investments. It shows how many security transactions occurred as a result of voluntary investment shifts in relation to the average net assets. Transactions that resulted from uncontrollable subscriptions and redemptions are not included in this rate.

PTR for the last 12 months:

UBS (Lux) Key Selection Sicav	Portfolio Turnover Rate (PTR)
– Absolute Return Medium (CHF)	0.06%
– Absolute Return Medium (EUR)	–23.70%
– Absolute Return Medium (USD)	–22.30%
– Absolute Return Plus (CHF)	27.03%
– Absolute Return Plus (EUR)	–42.39%
– Absolute Return Plus (USD)	1.54%
– Asian Equities	17.20%
– EUR Bonds	19.66%
– Euro Countries Equities	27.08%
– European Equities	–5.34%
– Global Allocation (CHF)	65.01%
– Global Allocation (EUR)	37.11%
– Global Allocation (GBP)	50.48%
– Global Allocation (USD)	39.73%
– Global Allocation Focus Europe	23.71%
– Global Equities	37.19%
– Japan Equities	52.32%
– US Equities	16.27%

Note 10 – Liquidity Crisis

Certain subfunds currently own collateralized financial instruments (ABS, MBS, CDO). Owing to the extreme illiquidity of the markets for such instruments, it is difficult to determine a fair market value, in part due to the lack of actual transactions, large spreads when requesting brokers quotes, and unavailability of reliable data sources. These investments are valued in accordance with the Valuation Policies defined by the Board of Directors (See Note 1b).

As of 30 September 2007, the exposure of the following subfund to ABS/MBS/CDO instruments was the following (in percentage of the net asset value):

UBS (Lux) Key Selection Sicav – EUR Bonds 12.71%

Note 11 – Applicable law, place of performance and authoritative language

The Luxembourg District Court is the place of performance for all legal disputes between the shareholders, the company and the Custodian Bank. Luxembourg law applies. However, in matters concerning the claims of investors from other countries, the company and/or the Custodian Bank can elect to make themselves subject to the jurisdiction of the countries in which the company shares were bought and sold.

The German version of these financial statements is the authoritative version and only this version was audited by the auditors. However, in the case of company shares sold to investors from the other countries in which company shares can be bought and sold, the company and the Custodian Bank may recognize approved translations (i.e. approved by the company and the Custodian Bank) into the languages concerned as binding upon itself.

