

Annual Report 2006/2007.

Investment Fund under Luxembourg Law

Audited annual report as of 30 November 2007

- UBS (Lux) Equity Fund
- UBS (Lux) Equity Fund – Asian Technology
- UBS (Lux) Equity Fund – Australia
- UBS (Lux) Equity Fund – Biotech
- UBS (Lux) Equity Fund – Canada
- UBS (Lux) Equity Fund – Central Europe
- UBS (Lux) Equity Fund – Communication
- UBS (Lux) Equity Fund – Consumer Cyclical
- UBS (Lux) Equity Fund – Eco Performance
- UBS (Lux) Equity Fund – Emerging Markets
- UBS (Lux) Equity Fund – Emerging Markets Infrastructure
- UBS (Lux) Equity Fund – Euro Countries
- UBS (Lux) Equity Fund – Euro Countries Opportunity
- UBS (Lux) Equity Fund – EURO STOXX 50
- UBS (Lux) Equity Fund – EURO STOXX 50 advanced
- UBS (Lux) Equity Fund – European Growth
- UBS (Lux) Equity Fund – European Opportunity
- UBS (Lux) Equity Fund – European Smaller Technology
- UBS (Lux) Equity Fund – Financial Services
- UBS (Lux) Equity Fund – Global Innovators
- UBS (Lux) Equity Fund – Great Britain
- UBS (Lux) Equity Fund – Greater China
- UBS (Lux) Equity Fund – Health Care
- UBS (Lux) Equity Fund – Hong Kong
- UBS (Lux) Equity Fund – Japan
- UBS (Lux) Equity Fund – Malaysia
- UBS (Lux) Equity Fund – Mid Caps Europe
- UBS (Lux) Equity Fund – Mid Caps USA
- UBS (Lux) Equity Fund – Singapore
- UBS (Lux) Equity Fund – Small & Mid Caps Japan
- UBS (Lux) Equity Fund – Small Caps USA
- UBS (Lux) Equity Fund – Taiwan
- UBS (Lux) Equity Fund – Technology
- UBS (Lux) Equity Fund – USA
- UBS (Lux) Equity Fund – US Opportunity



Audited annual report as of 30 November 2007

Table of contents	Page	ISIN		
Management and Administration	2			
Features of the Fund	5			
Independent Auditor's Report	7			
UBS (Lux) Equity Fund	9			
UBS (Lux) Equity Fund – Asian Technology	10	B/	LU0106959298	
UBS (Lux) Equity Fund – Australia	15	B/	LU0044681806	
UBS (Lux) Equity Fund – Biotech	20	B/	LU0069152568	
UBS (Lux) Equity Fund – Canada	25	B/	LU0043389872	
UBS (Lux) Equity Fund – Central Europe	29	B/	LU0067027168	
UBS (Lux) Equity Fund – Communication	33	B/	LU0098993750	BG/ LU0168509189
UBS (Lux) Equity Fund – Consumer Cyclical	38	B/	LU0106960114	
UBS (Lux) Equity Fund – Eco Performance	42	(CHF) B /	LU0076532638	
UBS (Lux) Equity Fund – Emerging Markets	48	(EUR) B /	LU0171394447	(USD) B / LU0171395170
UBS (Lux) Equity Fund – Emerging Markets Infrastructure	54	B/	LU0322492728	
UBS (Lux) Equity Fund – Euro Countries	60	B/	LU0089880644	BG/ LU0168503737
UBS (Lux) Equity Fund – Euro Countries Opportunity	66	B/	LU0085870433	
UBS (Lux) Equity Fund – EURO STOXX 50	71	B/	LU0072912990	
UBS (Lux) Equity Fund – EURO STOXX 50 advanced	76	B/	LU0141377779	BG/ LU0168505278
UBS (Lux) Equity Fund – European Growth	83	B/	LU0118128569	
UBS (Lux) Equity Fund – European Opportunity	89	B/	LU0006391097	BG/ LU0168504115
UBS (Lux) Equity Fund – European Smaller Technology	94	B/	LU0106137283	
UBS (Lux) Equity Fund – Financial Services	99	B/	LU0099863671	
UBS (Lux) Equity Fund – Global Innovators	104	B/	LU0130799603	BG/ LU0168505948
UBS (Lux) Equity Fund – Great Britain	111	B/	LU0098994139	
UBS (Lux) Equity Fund – Greater China	116	B/	LU0072913022	
UBS (Lux) Equity Fund – Health Care	122	B/	LU0085953304	BG/ LU0168506243
UBS (Lux) Equity Fund – Hong Kong	127	B/	LU0067412154	
UBS (Lux) Equity Fund – Japan	132	B/	LU0098994485	
UBS (Lux) Equity Fund – Malaysia	137	B/	LU0067411347	
UBS (Lux) Equity Fund – Mid Caps Europe	142	B/	LU0049842692	BG/ LU0168507217
UBS (Lux) Equity Fund – Mid Caps USA	147	B/	LU0049842262	BG/ LU0168507647
UBS (Lux) Equity Fund – Singapore	152	B/	LU0067411776	
UBS (Lux) Equity Fund – Small & Mid Caps Japan	157	B/	LU0049845281	
UBS (Lux) Equity Fund – Small Caps USA	162	B/	LU0038842364	
UBS (Lux) Equity Fund – Taiwan	167	B/	LU0085870607	
UBS (Lux) Equity Fund – Technology	171	B/	LU0081259029	
UBS (Lux) Equity Fund – USA	176	B/	LU0098995292	
UBS (Lux) Equity Fund – US Opportunity	181	(USD) B/	LU0101706215	
Notes to the Financial Statements	187			

Sales restrictions

Units of this Fund 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 November 2007
UBS (Lux) Equity Fund

Management Company

UBS Equity Fund Management Company S.A.,
33A, avenue J.F. Kennedy,
P.O. Box 91, L-2010 Luxembourg*
R.C.S. Luxembourg N° B 31 834

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

Board of Directors

Andreas Jacobs, Chairman of the Board
(until 12 September 2007)
Managing Director, UBS AG, Basel and Zurich

Thomas Rose, Chairman of the Board
(since 13 September 2007)
Managing Director, UBS AG, Basel and Zurich

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

Aloyse 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 1 May 2007)
Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

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

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

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

Portfolio Managers

UBS (Lux) Equity Fund – Australia
UBS Global Asset Management (Australia) Ltd.,
Sydney

UBS (Lux) Equity Fund – Biotech
UBS (Lux) Equity Fund – Central Europe
*UBS (Lux) Equity Fund – Communication**
UBS (Lux) Equity Fund – Consumer Cyclical
UBS (Lux) Equity Fund – Eco Performance
UBS (Lux) Equity Fund – Emerging Markets
UBS (Lux) Equity Fund – Emerging Markets
Infrastructure

UBS (Lux) Equity Fund – Euro Countries
UBS (Lux) Equity Fund – Euro Countries Opportunity
UBS (Lux) Equity Fund – EURO STOXX 50
UBS (Lux) Equity Fund – EURO STOXX 50 advanced
UBS (Lux) Equity Fund – European Opportunity
UBS (Lux) Equity Fund – Financial Services
UBS (Lux) Equity Fund – Global Innovators
UBS (Lux) Equity Fund – Great Britain
UBS (Lux) Equity Fund – Health Care
UBS (Lux) Equity Fund – Mid Caps Europe
UBS (Lux) Equity Fund – Mid Caps USA
UBS (Lux) Equity Fund – Technology
UBS (Lux) Equity Fund – USA
UBS AG, UBS Global Asset Management,
Basel and Zurich

* formerly UBS (Lux) Equity Fund – Telecom

UBS (Lux) Equity Fund – Canada
UBS Global Asset Management (Canada) Co.,
Toronto

UBS (Lux) Equity Fund
– European Smaller Technology
UBS Global Asset Management (Deutschland) GmbH,
Frankfurt am Main

UBS (Lux) Equity Fund – European Growth
UBS Global Asset Management (UK) Ltd., London

UBS (Lux) Equity Fund – Japan
UBS (Lux) Equity Fund – Small & Mid Caps Japan
UBS Global Asset Management (Japan) Ltd., Tokyo

UBS (Lux) Equity Fund – Asian Technology
UBS (Lux) Equity Fund – Greater China
UBS (Lux) Equity Fund – Hong Kong
UBS (Lux) Equity Fund – Malaysia
UBS (Lux) Equity Fund – Singapore
UBS (Lux) Equity Fund – Taiwan
UBS Global Asset Management (Singapore) Ltd.,
Singapore

UBS (Lux) Equity Fund – Small Caps USA
*UBS (Lux) Equity Fund – US Opportunity**
UBS Global Asset Management (Americas) Inc.,
Chicago

* formerly UBS (Lux) Equity Fund – Dow Jones Industrials

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 Fund and of the Management Company

PricewaterhouseCoopers S.à r.l.,
Réviseur d'entreprises
400, route d'Esch, B.P. 1443, L-1014 Luxembourg

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, management regulations, annual and semi-annual reports as well as the portfolio movements of the investment fund 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

By acquiring units of *UBS (Lux) Equity Fund – EURO STOXX 50 advanced* the unitholder in Germany may expose himself to a tax disadvantage. Before acquiring a fund unit a tax expert should therefore be consulted.

Sales support and information agent

UBS Deutschland AG,
Stephanstrasse 14–16, D-60313 Frankfurt am Main

Sales, paying and information agent

UBS Deutschland AG,
Stephanstrasse 14–16, D-60313 Frankfurt am Main

The sales prospectus and the simplified prospectuses, management regulations, annual and semi-annual reports as well as the portfolio movements of the investment fund 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 Chile*, in Cyprus, in Denmark, in Finland, in France, in Greece, in Italy, in Japan, in Korea, in the Netherlands, in Norway, in Peru, in Portugal, in the Republic of Austria, in Singapore, in Spain, in Sweden, in Taiwan, in the United Kingdom**

* only pension scheme

** Restricted recognition scheme

Units of this fund may be sold in these countries.

The sales prospectus and the simplified prospectuses, management regulations, annual and semi-annual reports as well as the portfolio movements of the investment fund mentioned in this publication are available free of charge at the sales agencies and at the registered office of the Management Company.

Sale in Hong Kong

UBS (Lux) Equity Fund may be sold in Hong Kong. The following subfunds have not been authorized by the "Securities and Futures Commission" (SFC) and are not available to Hong Kong residents:

UBS (Lux) Equity Fund

- Asian Technology*
- Canada*
- Consumer Cyclical*
- Emerging Markets*
- Emerging Markets Infrastructure*
- EURO STOXX 50 advanced*
- European Growth*
- European Smaller Technology*
- Global Innovators*
- Great Britain*
- Malaysia*
- US Opportunity**

* formerly UBS (Lux) Equity Fund – Dow Jones Industrials

Features of the Fund

Annual Report as of 30 November 2007
UBS (Lux) Equity Fund

UBS (Lux) Equity Fund (hereinafter called the "Fund") offers investors a range of different 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 and will be updated each time a new subfund is issued.

UBS (Lux) Equity Fund has been established as a legally dependent open-end investment fund under Luxembourg law in the legal form of a collective investment fund in accordance with Part I of the Luxembourg law relating to undertakings for collective investment enacted on 30 March 1988 and adapted in November 2005 to conform to the Luxembourg law dated 20 December 2002 relating to Undertakings for Collective Investment. The fund was originally launched under the name of SBC Euro-Stock Portfolio (changed into SBC Equity Portfolio in 1993) in accordance with the management regulations which were approved by the Board of Directors of UBS Equity Fund Management Company S.A. (formerly SBC Equity Portfolio Management Company S.A.) on 26 October 1989. The management regulations were deposited at the Commercial and Company Register of the District Court in Luxembourg on 21 March 1990. They were published in the Luxembourg "Mémorial" on 14 April 1990, and amendments on 15 May 1993, 16 August 1996, 28 April 1997, 30 June 1998, 30 September 1998, 16 December 1998, 10 December 1999, 27 December 2000, 2 May 2003, 23 August 2004 and by means of a notice of deposit, on 3 July 2006.

The Fund's Management Regulations may be changed in observance of the provisions of the law. Each time a revision is deposited it is announced in the "Mémorial". The new Management Regulations come into force upon by signing by the Management Company and the Custodian Bank. The consolidated version is deposited at the Commercial and Company Register of the District Court in Luxembourg for inspection.

The fund has no legal personality as an investment fund. The entire assets of each subfund are the undivided property of all investors who have equal rights in proportion to the number of units which they hold. These assets are separate from the assets of the Management Company. The securities and other assets of the fund are managed by UBS Equity Fund Management Company S.A. as in-house funds in the interest and for the account of the unitholders.

The management regulations give the Management Company the authority to establish different subfunds for the fund as well as different unit classes with specific characteristics within these subfunds. The sales prospectus will be updated each time a new subfund or an additional unit class is issued.

So far, the following subfunds are available:

UBS (Lux) Equity Fund	Currency of the subfunds	Unit classes
- Asian Technology	USD	B
- Australia	AUD	B
- Biotech	USD	B
- Canada	CAD	B
- Central Europe	EUR	B
- Communication*	EUR	B
- Consumer Cyclical	USD	B
- Eco Performance	CHF	B (CHF)
- Emerging Markets	USD	(EUR) B, (USD) B
- Emerging Markets Infrastructure	USD	B
- Euro Countries	EUR	B
- Euro Countries Opportunity	EUR	B
- EURO STOXX 50	EUR	B
- EURO STOXX 50 advanced	EUR	B
- European Growth	EUR	B
- European Opportunity	EUR	B
- European Smaller Technology	EUR	B
- Financial Services	EUR	B
- Global Innovators	EUR	B
- Great Britain	GBP	B
- Greater China	USD	B
- Health Care	USD	B
- Hong Kong	USD	B
- Japan	JPY	B
- Malaysia	USD	B
- Mid Caps Europe	EUR	B
- Mid Caps USA	USD	B
- Singapore	USD	B
- Small & Mid Caps Japan	JPY	B
- Small Caps USA	USD	B
- Taiwan	USD	B
- Technology	USD	B
- USA	USD	B
- US Opportunity**	USD	(EUR) B, (USD) B

* formerly UBS (Lux) Equity Fund – Telecom

** formerly UBS (Lux) Equity Fund – Dow Jones Industrials

The Management Company may issue in each of the subfunds several unit classes. At this time following unit classes are offered:

- Units of class "B" (= reinvestment units) for which the management company, however, may decide at any time to distribute a dividend.

The board of directors may additionally issue above-mentioned unit classes in other currencies than the currency of account of the subfund. Accordingly subscriptions and redemptions in another currency as the currency of account of the subfund are admitted for these unit classes. The net asset value as well as the subscription and redemption prices are expressed and published in this case in the currency in which the subscriptions/redemptions are made. This currency of the unit classes is specified in the table under the column unit class and is part of the denomination of these classes.

In the UBS (Lux) Equity Fund – US Opportunity subfund, investments in foreign exchange transactions and currency forwards are made for the account of the EUR-denominated units of Class (EUR) B, in order to hedge the Class (USD) B subfund net asset value which is calculated in USD against the EUR. Although it will not be possible to hedge the full net asset value of the Class (EUR) B units against currency fluctuations of the USD against the EUR, the subfund intends, under normal conditions, to use the above transactions to secure a currency hedge for EUR in USD equivalent to between 90% and 110% of the net asset value. Changes in the value of the hedged sections of the portfolio and the volume of subscription and redemption requests for Class (EUR) B units may, however, result in the level of currency hedging temporarily surpassing the stated limits.

The fund is subject to no restrictions with regard to the size of its net assets, the number of units, number of subfunds and duration.

The fund is a single and undividable legal entity. With respect to the unitholders, 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 acquisition of fund units implies acceptance of the management regulations by the unitholder.

There is no provision in the management regulations for a meeting of the unitholder.

The financial year of the fund ends on the last day of November.

The units of the subfunds of UBS (Lux) Equity Fund are listed on the Luxembourg Stock Exchange.

The issue and redemption of units of UBS (Lux) Equity Fund are subject to the regulations prevailing in the country concerned.

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

The annual and semi-annual reports shall be available free of charge to unitholders at the registered office of the Management Company and 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 sales prospectus accompanied by the latest annual report and the latest semi-annual report if available.

Independent Auditor's Report

Annual Report as of 30 November 2007
UBS (Lux) Equity Fund

To the Unitholders of

UBS (Lux) Equity Fund

We have audited the accompanying financial statements of UBS (Lux) Equity Fund 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 November 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 Management Company's responsibility for the financial statements

The Board of Directors of the Management Company 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 Management Company, 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) Equity Fund and of each of its subfunds as of 30 November 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.

Luxembourg, 29 February 2008

PricewaterhouseCoopers S.à r.l.
Réviseur d'entreprises
Represented by

Marc Saluzzi

UBS (Lux) Equity Fund

Annual Report as of 30 November 2007

Consolidated Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	12 067 779 325.01
Investments in securities, unrealized appreciation (depreciation)	2 499 914 828.62
Total investments in securities (Note 1)	14 567 694 153.63
Cash at banks, deposits on demand and deposit accounts	225 276 729.49
Time deposits and fiduciary deposits	9 007 735.68
Other liquid assets (Margins)	2 455 346.88
Receivable on securities sales (Note 1)	50 426 063.04
Receivable on subscriptions	38 880 430.23
Interest receivable on liquid assets	817 861.39
Receivable on dividends	18 472 032.90
Other receivables	30 587.04
Unrealized gain (loss) on financial futures (Note 1)	-444 894.19
Total Assets	14 912 616 046.09
Liabilities	
Bank overdraft	-10 606 125.03
Interest payable on bank overdraft	-28 035.52
Payable on securities purchases (Note 1)	-31 190 788.73
Payable on redemptions	-38 019 813.82
Other liabilities	-82 186.05
Provisions for all-in fee (Note 2)	-10 468 356.08
Provisions for taxe d'abonnement (Note 3)	-1 223 482.43
Total provisions	-11 691 838.51
Total Liabilities	-91 618 787.66
Net assets at the end of the financial year	14 820 997 258.43

Consolidated Statement of Operations

	EUR
Income	1.12.2006-30.11.2007
Interest on liquid assets	13 240 916.95
Dividends	343 926 183.59
Income on securities lending (Note 4)	12 826 605.44
Total income	369 993 705.98
Expenses	
All-in fee (Note 2)	-266 363 350.68
Taxe d'abonnement (Note 3)	-7 726 165.62
Interest on liquid assets and bank overdraft	-4 063 949.33
Total expenses	-278 153 465.63
Net income on investments	91 840 240.35
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	1 954 087 805.93
Realized gain (loss) on options	-632 639.58
Realized gain (loss) on financial futures	7 400 905.70
Realized gain (loss) on forward foreign exchange contracts	-50 077.31
Total realized gain (loss) on investments	1 960 805 994.74
Realized gain (loss) on foreign exchange	-4 637 778.51
Total realized gain (loss)	1 956 168 216.23
Net realized gain (loss) of the financial year	2 048 008 456.58
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-163 545 611.76
Unrealized appreciation (depreciation) on options	54 089.37
Unrealized appreciation (depreciation) on financial futures	17 628.15
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-24 322.08
Total changes in unrealized appreciation (depreciation)	-163 498 216.32
Net increase (decrease) in net assets as a result of operations	1 884 510 240.26

UBS (Lux) Equity Fund – Asian Technology

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		70 177 283.12	93 133 227.28	95 951 360.00
Class B	LU0106959298			
Units outstanding		849 805.6650	1 243 861.9150	1 510 179.4900
Net asset value per unit in USD		82.58	74.87	63.54

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the performance of the Asian technology sector was rather lacklustre, especially when compared with the strong performance of the regional markets. Both liquidity flows and fundamentals favoured domestic-oriented companies more compared to the exporters, particularly in the later period when global growth became more of a concern. Oversupply in DRAM and selected technology nodes at the foundries did not help.

During the year under review, the subfund outperformed its benchmark, the Dow Jones Custom Asia (ex Japan) Technology IndexSM. Being underweight in DRAM and foundries contributed positively with oversupply depressing pricing at the related companies. Stock selection was good in the IC design and hardware sectors, supplemented by mid cap picks in component and distribution companies. The strategy was to focus on undervalued companies that would be long-term winners in their industries.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Taiwan	67.22
South Korea	12.89
United States	6.92
United Kingdom	4.49
Luxembourg	3.10
Netherlands	1.97
China	1.47
Hong Kong	1.22
Total	99.28

Economic Breakdown as a % of net assets	
Electronics & semiconductors	56.42
Electrical devices & components	14.25
Computer hardware & network equipment providers	14.08
Finance & holding companies	7.96
Banks & credit institutions	6.47
Internet, software & IT services	0.10
Total	99.28

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	52 437 043.00
Investments in securities, unrealized appreciation (depreciation)	17 232 899.67
Total investments in securities (Note 1)	69 669 942.67
Cash at banks, deposits on demand and deposit accounts	2 244 671.57
Receivable on subscriptions	21 302.15
Interest receivable on liquid assets	1 770.30
Total Assets	71 937 686.69
Liabilities	
Bank overdraft	-0.44
Interest payable on bank overdraft	-0.01
Payable on securities purchases (Note 1)	-1 478 617.07
Payable on redemptions	-216 978.89
Provisions for all-in fee (Note 2)	-58 990.82
Provisions for taxe d'abonnement (Note 3)	-5 816.34
Total provisions	-64 807.16
Total Liabilities	-1 760 403.57
Net assets at the end of the financial year	70 177 283.12

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	56 834.19
Dividends	1 358 730.68
Income on securities lending (Note 4)	1 662.46
Total income	1 417 227.33
Expenses	
All-in fee (Note 2)	-1 729 847.43
Taxe d'abonnement (Note 3)	-42 567.43
Interest on liquid assets and bank overdraft	-22 053.38
Total expenses	-1 794 468.24
Net income on investments	-377 240.91
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	12 813 956.07
Total realized gain (loss) on investments	12 813 956.07
Realized gain (loss) on foreign exchange	-69 787.77
Total realized gain (loss)	12 744 168.30
Net realized gain (loss) of the financial year	12 366 927.39
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-4 416 555.55
Total changes in unrealized appreciation (depreciation)	-4 416 555.55
Net increase (decrease) in net assets as a result of operations	7 950 371.84

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	93 133 227.28
Subscriptions	43 437 589.57
Redemptions	-74 343 905.57
Total net subscriptions (redemptions)	-30 906 316.00
Net income on investments	-377 240.91
Total realized gain (loss)	12 744 168.30
Total changes in unrealized appreciation (depreciation)	-4 416 555.55
Net increase (decrease) in net assets as a result of operations	7 950 371.84
Net assets at the end of the financial year	70 177 283.12

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	1 243 861.9150
Number of units issued	532 463.6860
Number of units redeemed	-926 519.9360
Number of units outstanding at the end of the financial year	849 805.6650

Statement of Investments in Securities and other Net Assets as of 30 November 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			
China			
HKD FOXCONN INTL HLDGS USD0.04	387 000.00	961 688.14	1.37
Total China		961 688.14	1.37
Hong Kong			
HKD JU TENG INTERNATIONAL HOLDINGS LTD	2 316 000.00	856 148.28	1.22
Total Hong Kong		856 148.28	1.22
South Korea			
KRW LG ELECTRONICS INC KRW5000	50 884.00	5 291 957.99	7.54
KRW SAMSUNG ELECTRONIC KRW5000	4 207.00	2 580 421.16	3.68
Total South Korea		7 872 379.15	11.22
Taiwan			
TWD ACER INC TWD10	701 000.00	1 477 527.74	2.11
TWD ADVANCED SEMICONDT TWD10 (ASE)	4 087 736.00	4 187 579.04	5.97
TWD ASUSTEK COMPUTER TWD10	1 494 102.00	4 677 462.72	6.67
TWD AU OPTRONICS CORP TWD10	1 538 066.00	2 979 639.36	4.25
TWD DELTA ELECTRONIC TWD10	625 250.00	2 151 222.80	3.07
TWD EVERLIGHT ELECTRON TWD10	302 796.00	1 154 420.31	1.65
TWD FOXCONN TECH CO TWD10	239 688.00	2 340 267.81	3.33
TWD GLOBAL UNICHIP COR TWD10	125 000.00	924 074.76	1.32
TWD HIGH TECH COMPUTER TWD10	74 300.00	1 379 508.40	1.97
TWD HON HAI PRECISION TWD10	1 004 629.00	6 414 778.20	9.12
TWD INNOLUX DISPLAY CO TWD10	570 401.00	2 148 153.29	3.06
TWD KING YUAN ELECTRON TWD10	1 682 008.00	907 164.44	1.29
TWD LITE-ON TECHNOLOGY TWD10	600 000.00	1 037 753.40	1.48
TWD MEDIATEK INC TWD10	122 047.00	1 588 858.10	2.26
TWD MERRY ELECTRONICS TWD10	278 549.00	846 128.64	1.21
TWD NAN YA PRINTED CIR TWD10	182 705.00	1 226 075.03	1.75
TWD NOVATEK MICROELECT TWD10	4 535.00	17 992.68	0.03
TWD SILICONWARE PRECIS TWD10	820 955.00	1 501 343.53	2.14
TWD SYNnex TECH INTL TWD10	570 400.00	1 501 052.63	2.14
TWD TAIWAN SEMICON MAN TWD10	2 202 452.00	4 137 021.62	5.90
TWD TEST RESEARCH INC TWD10	228 140.00	318 216.48	0.45
TWD WISTRON CORP TWD10	776 591.00	1 343 183.25	1.91
Total Taiwan		44 259 424.23	63.08
United States			
HKD LENOVO GROUP LTD HKD0.025	1 628 000.00	1 443 944.14	2.06
Total United States		1 443 944.14	2.06
Total Bearer shares		55 393 583.94	78.95
Depository receipts			
China			
USD GIANT INTERACTIVE ADR EACH REPR 1 ORD SH	6 400.00	69 056.00	0.10
Total China		69 056.00	0.10
Taiwan			
USD WINTEK CORP GDR EACH REPR ORD 1 REGS'TEM	154 400.00	1 141 016.00	1.62
Total Taiwan		1 141 016.00	1.62
Total Depository receipts		1 210 072.00	1.72
Certificates on shares			
Netherlands			
USD ABN AMRO BANK NV/TATA CONS IPC EC 04-03.08.07	54 599.00	1 385 386.80	1.97
Total Netherlands		1 385 386.80	1.97
United States			
USD CITIGROUP/SATYAM COMPUTER IPC 03-19.01.09	182 894.00	2 033 949.16	2.90
USD CITIGROUP/TATA CONSULTANCY CALL IPC 04-20.01.09	54 200.00	1 375 262.64	1.96
Total United States		3 409 211.80	4.86
Total Certificates on shares		4 794 598.60	6.83
Total Transferable securities and money market instruments listed on an official stock exchange		61 398 254.54	87.50

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 traded on another regulated market

Bearer shares

South Korea			
KRW DIGITECH SYSTEMS CO LTD	46 912.00	1 171 335.81	1.67
Total South Korea		1 171 335.81	1.67
Taiwan			
TWD CHIPBOND TECHNOLO TWD10	17 854.00	18 262.41	0.03
TWD CORETRONICS CORP TWD10	10 360.00	14 129.32	0.02
TWD SHIN ZU SHING CO TWD10	138 116.00	879 760.65	1.25
TWD TOPOINT TECHNOLOGY TWD10	337 491.00	857 797.47	1.22
Total Taiwan		1 769 949.85	2.52
Total Bearer shares		2 941 285.66	4.19
Total Transferable securities and money market instruments traded on another regulated market		2 941 285.66	4.19

Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market

Equity Linked Notes on Shares

United Kingdom			
USD UBS AG LONDON BRANCH/INFOSYS TECHNOLOGIES ELN 07-24.03.08	77 914.00	3 153 498.17	4.49
Total United Kingdom		3 153 498.17	4.49
Total Equity Linked Notes on Shares		3 153 498.17	4.49
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		3 153 498.17	4.49

Derivative instruments listed on an official stock exchange

Warrants on shares

Luxembourg			
USD MERRILL LYNCH/ EDUCOMP SO LTD LEPO WARRANT 0.000001 03.05.12	24 046.00	2 176 904.30	3.10
Total Luxembourg		2 176 904.30	3.10
Total Warrants on shares		2 176 904.30	3.10
Total Derivative instruments listed on an official stock exchange		2 176 904.30	3.10
Total investments in securities		69 669 942.67	99.28
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 244 671.57	3.20
Bank overdraft and other short-term liabilities		-0.44	0.00
Other assets and liabilities		-1 737 330.68	-2.48
Total net assets		70 177 283.12	100.00

UBS (Lux) Equity Fund – Australia

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in AUD		247 763 934.87	219 317 236.79	209 598 199.40
Class B	LU0044681806			
Units outstanding		301 853.7001	322 683.9961	371 998.7191
Net asset value per unit in AUD		820.81	679.67	563.44

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Australian equity market, as measured by the MSCI Australia Index, provided strong returns. The market was characterised by continued strong performance by the large diversified mining companies, as well as those businesses servicing the resources sector. Stocks exposed to the US consumer sector and USD underperformed, as did leveraged financials, in particular Real Estate Investment Trusts (REITs).

During the year under review, the subfund underperformed the benchmark MSCI Australia (r). The fund has been managed to achieve a low tracking error against the benchmark, with tightly controlled risk limits around the individual stock benchmark weights.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Australia	97.49
Netherlands	0.95
Total	98.44

Economic Breakdown as a % of net assets	
Banks & credit institutions	27.40
Mining, coal & steel	9.98
Insurance	8.00
Non-ferrous metals	7.87
Retail trade, department stores	6.76
Finance & holding companies	5.29
Real estate	5.27
Miscellaneous services	5.25
Petroleum	4.41
Graphic design, publishing & media	2.69
Tobacco & alcohol	2.29
Building industry & materials	2.14
Traffic & transportation	1.86
Chemicals	1.80
Precious metals & stones	1.52
Investment funds & pension foundations	1.24
Lodging, catering & leisure	0.90
Telecommunications	0.85
Food & soft drinks	0.78
Packaging industry	0.70
Energy & water supply	0.64
Various capital goods	0.35
Biotechnology	0.29
Forestry, paper & pulp products	0.16
Total	98.44

Statement of Net Assets

	AUD
Assets	30.11.2007
Investments in securities, cost	182 865 176.69
Investments in securities, unrealized appreciation (depreciation)	61 027 754.73
Total investments in securities (Note 1)	243 892 931.42
Cash at banks, deposits on demand and deposit accounts	2 457 990.53
Other liquid assets (Margins)	98 350.00
Receivable on subscriptions	104 531.73
Interest receivable on liquid assets	47 829.54
Receivable on dividends	1 409 639.86
Unrealized gain (loss) on financial futures (Note 1)	39 150.00
Total Assets	248 050 423.08
Liabilities	
Payable on redemptions	-113 293.45
Provisions for all-in fee (Note 2)	-152 659.93
Provisions for taxe d'abonnement (Note 3)	-20 534.83
Total provisions	-173 194.76
Total Liabilities	-286 488.21
Net assets at the end of the financial year	247 763 934.87

Statement of Operations

	AUD
Income	1.12.2006–30.11.2007
Interest on liquid assets	2 018 487.61
Dividends	8 888 583.51
Income on securities lending (Note 4)	82 844.22
Total income	10 989 915.34
Expenses	
All-in fee (Note 2)	-3 822 829.61
Taxe d'abonnement (Note 3)	-129 196.54
Interest on liquid assets and bank overdraft	-1 339 569.75
Total expenses	-5 291 595.90
Net income on investments	5 698 319.44
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	37 631 163.99
Realized gain (loss) on financial futures	2 079 350.00
Total realized gain (loss) on investments	39 710 513.99
Realized gain (loss) on foreign exchange	27.88
Total realized gain (loss)	39 710 541.87
Net realized gain (loss) of the financial year	45 408 861.31
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	559 297.13
Unrealized appreciation (depreciation) on financial futures	37 725.00
Total changes in unrealized appreciation (depreciation)	597 022.13
Net increase (decrease) in net assets as a result of operations	46 005 883.44

Statement of Changes in Net Assets

	AUD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	219 317 236.79
Subscriptions	140 219 873.16
Redemptions	-157 779 058.52
Total net subscriptions (redemptions)	-17 559 185.36
Net income on investments	5 698 319.44
Total realized gain (loss)	39 710 541.87
Total changes in unrealized appreciation (depreciation)	597 022.13
Net increase (decrease) in net assets as a result of operations	46 005 883.44
Net assets at the end of the financial year	247 763 934.87

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	322 683.9961
Number of units issued	184 896.9450
Number of units redeemed	-205 727.2410
Number of units outstanding at the end of the financial year	301 853.7001

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

Description	Quantity/ Nominal	Valuation in AUD 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	ABC LEARNING CENTR NPV	495 999.00	2 608 954.74	1.05
AUD	AGL ENERGY NPV	122 678.00	1 573 958.74	0.64
AUD	ALUMINA LTD NPV	816 726.00	5 284 217.22	2.13
AUD	AMCOR LIMITED NPV	254 598.00	1 743 996.30	0.70
AUD	AMP LIMITED NPV(POST RECON)	729 941.00	7 401 601.74	2.99
AUD	ARISTOCRAT LEISURE NPV	88 499.00	971 719.02	0.39
AUD	AUST & NZ BANK GRP NPV	565 043.00	15 911 610.88	6.42
AUD	BHP BILLITON LTD NPV	575 341.00	24 728 156.18	9.97
AUD	BILLABONG INTL NPV	42 172.00	632 158.28	0.26
AUD	BORAL LIMITED NPV	458 894.00	2 941 510.54	1.19
AUD	BRAMBLES LTD	546 703.00	6 757 249.08	2.73
AUD	CALTEX AUSTRALIA NPV	82 560.00	1 824 576.00	0.74
AUD	CENTRO PROPS GPINE NPV (STAPLED)	225 563.00	1 238 340.87	0.50
AUD	CMNWLTB BK OF AUST NPV	304 392.00	18 156 982.80	7.33
AUD	COCA-COLA AMATIL NPV	192 110.00	1 921 100.00	0.78
AUD	CSL NPV	20 832.00	726 411.84	0.29
AUD	CSR LIMITED NPV	287 577.00	874 234.08	0.35
AUD	FAIRFAX MEDIA LTD	781 070.00	3 702 271.80	1.49
AUD	FOSTERS GROUP NPV	502 828.00	3 167 816.40	1.28
AUD	GOODMAN GROUP (STAPLED SECURITY)	303 070.00	1 869 941.90	0.75
AUD	GPT GROUP NPV (STAPLED SECURITIES)	1 259 855.00	5 455 172.15	2.20
AUD	HARVEY NORMAN HLDG NPV	117 171.00	837 772.65	0.34
AUD	ILUKA RESOURCES NPV	157 464.00	680 244.48	0.27
AUD	INSURANCE AUST GRP NPV	431 496.00	1 924 472.16	0.78
AUD	LEND LEASE CORP NPV	265 285.00	5 093 472.00	2.06
AUD	LION NATHAN LTD NPV	271 814.00	2 508 843.22	1.01
AUD	MACQUARIE GP LTD NPV	61 215.00	4 915 564.50	1.98
AUD	MIRVAC GROUP STAPLED SECURITIES	221 979.00	1 276 379.25	0.52
AUD	NATL AUSTRALIA BK NPV	437 287.00	16 748 092.10	6.76
AUD	NEWCREST MINING NPV	111 359.00	3 759 479.84	1.52
AUD	ORICA LIMITED NPV	159 928.00	4 471 586.88	1.80
AUD	ORIGIN ENERGY NPV	197 652.00	1 719 572.40	0.69
AUD	PAPERLIX NPV	160 199.00	389 283.57	0.16
AUD	PERPETUAL LIMITED NPV	6 521.00	443 297.58	0.18
AUD	CONSOLIDATED MEDIA HOLDINGS LTD	142 094.00	2 955 555.20	1.19
AUD	QANTAS AIRWAYS NPV	786 171.00	4 599 100.35	1.86
AUD	QBE INS GROUP NPV	323 788.00	10 497 206.96	4.24
AUD	RIO TINTO LIMITED NPV	93 211.00	13 533 305.09	5.46
AUD	SONIC HEALTHCARE NPV	315 218.00	5 273 597.14	2.13
AUD	SUNCORP-METWAY LTD NPV	174 124.00	3 252 636.32	1.31
AUD	TABCORP HLDGS LTD NPV	145 801.00	2 226 381.27	0.90
AUD	TELSTRA CORP NPV	450 907.00	2 105 735.69	0.85
AUD	WESFARMERS LTD NPV	70 622.00	3 067 113.46	1.24
AUD	WESFARMERS LTD NPV DFD 30/11/07 EX COLES	21 037.00	907 115.44	0.37
AUD	WESFARMERS LTD NPV PPS	17 742.00	770 180.22	0.31
AUD	WESTFIELD GROUP NPV STAPLED UNITS	228 777.00	4 676 201.88	1.89
AUD	WESTPAC BKG CORP NPV	429 225.00	12 159 944.25	4.91
AUD	WOODSIDE PETROLEUM NPV	152 157.00	7 378 092.93	2.98
AUD	WOOLWORTHS LTD NPV	374 164.00	12 665 451.40	5.11
Total Australia			240 327 658.79	97.00

Total Bearer shares

240 327 658.79 97.00

Depository receipts

Netherlands

AUD	JAMES HARDIE ID NV CUF5 EURO.5	375 079.00	2 362 997.70	0.95
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Total Netherlands

2 362 997.70 0.95

Total Depository receipts

2 362 997.70 0.95

Investment certificates, closed end

Australia

AUD	CFS RETAIL PROPERTY TRUST	507 289.00	1 202 274.93	0.49
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Total Australia

1 202 274.93 0.49

Total Investment certificates, closed end

1 202 274.93 0.49

Total Transferable securities and money market instruments listed on an official stock exchange

243 892 931.42 98.44

Total investments in securities

243 892 931.42 98.44

Description	Quantity/ Nominal	Valuation in AUD 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

AUD	SPI 200 INDEX FUTURE 20.12.07	11.00	39 150.00	0.02
Total Financial Futures on Indices			39 150.00	0.02
Total Derivative instruments listed on an official stock exchange			39 150.00	0.02
Total Derivative instruments			39 150.00	0.02
Cash at banks, deposits on demand and deposit accounts and other liquid assets			2 556 340.53	1.03
Other assets and liabilities			1 275 512.92	0.51
Total net assets			247 763 934.87	100.00

UBS (Lux) Equity Fund – Biotech

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		347 002 140.43	441 155 790.16	523 062 892.43
Class B	LU0069152568			
Units outstanding		2 112 879.8621	2 871 770.0161	3 632 721.3271
Net asset value per unit in USD		164.23	153.62	143.99

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the biotechnology sector was initially characterised by two strong months followed by a period of weak market performance and money outflow. In September, biotech stocks came back into favour and performance recovered at the end of the period.

During the year under review, the subfund underperformed its benchmark, the MSCI US Investable Market Biotechnology 10/40 Index (r). The leading negative contributor to the subfund's performance was the underweight position in MedImmune, which had been acquired by AstraZeneca. The biotech sector benefited primarily from increased M&A activity and innovative product launches, mainly in oncology. The leading positive contributor was the overweight in Onyx, which gained 427.2%.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	96.16
Switzerland	1.61
Ireland	1.14
Germany	1.12
Total	100.03

Economic Breakdown as a % of net assets	
Biotechnology	92.05
Pharmaceuticals, cosmetics & medical products	6.37
Finance & holding companies	1.61
Total	100.03

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	285 034 719.77
Investments in securities, unrealized appreciation (depreciation)	62 098 693.56
Total investments in securities (Note 1)	347 133 413.33
Cash at banks, deposits on demand and deposit accounts	334 067.44
Receivable on subscriptions	206 200.52
Interest receivable on liquid assets	3 832.05
Total Assets	347 677 513.34
Liabilities	
Payable on redemptions	-362 401.26
Provisions for all-in fee (Note 2)	-284 907.64
Provisions for taxe d'abonnement (Note 3)	-28 064.01
Total provisions	-312 971.65
Total Liabilities	-675 372.91
Net assets at the end of the financial year	347 002 140.43

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	96 702.65
Dividends	21 522.35
Income on securities lending (Note 4)	151 146.75
Total income	269 371.75
Expenses	
All-in fee (Note 2)	-7 718 740.87
Taxe d'abonnement (Note 3)	-183 658.29
Interest on liquid assets and bank overdraft	-14 558.99
Total expenses	-7 916 958.15
Net income on investments	-7 647 586.40
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	37 359 297.29
Total realized gain (loss) on investments	37 359 297.29
Realized gain (loss) on foreign exchange	12 092.67
Total realized gain (loss)	37 371 389.96
Net realized gain (loss) of the financial year	29 723 803.56
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-6 375 056.82
Total changes in unrealized appreciation (depreciation)	-6 375 056.82
Net increase (decrease) in net assets as a result of operations	23 348 746.74

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	441 155 790.16
Subscriptions	54 960 807.47
Redemptions	-172 463 203.94
Total net subscriptions (redemptions)	-117 502 396.47
Net income on investments	-7 647 586.40
Total realized gain (loss)	37 371 389.96
Total changes in unrealized appreciation (depreciation)	-6 375 056.82
Net increase (decrease) in net assets as a result of operations	23 348 746.74
Net assets at the end of the financial year	347 002 140.43

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	2 871 770.0161
Number of units issued	347 732.4340
Number of units redeemed	-1 106 622.5880
Number of units outstanding at the end of the financial year	2 112 879.8621

Statement of Investments in Securities and other Net Assets as of 30 November 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

Germany			
EUR	WILEX AG	130 000.00	0.30
Total Germany		1 049 512.75	0.30

United States

USD	ALKERMES INC COM	401 600.00	1.65
USD	ALNYLAM PHARMACEUTICALS INC COM	83 100.00	0.78
USD	AMGEN INC COM	525 114.00	8.36
USD	AMYLIN PHARMACEUTICALS INC COM	330 400.00	3.64
USD	APPLERA CORP COM CE GEN GRP	344 000.00	1.50
USD	BIOGEN IDEC INC COM	202 800.00	4.33
USD	BIOMARIN PHARMACEUTICAL INC COM	215 800.00	1.71
USD	CELGENE CORP COM	465 500.00	8.26
USD	CEPHALON INC COM	225 200.00	4.86
USD	CEPHEID COM	267 600.00	1.67
USD	EXELIXIS INC COM	543 000.00	1.37
USD	GEN-PROBE INC NEW COM	48 500.00	0.93
USD	GENENTECH INC COM NEW	338 900.00	7.45
USD	GENZYME CORP COM USD0.01	228 100.00	4.93
USD	GILEAD SCIENCES INC COM	718 600.00	9.65
USD	HUMAN GENOME SCIENCES INC COM	782 300.00	2.35
USD	IMCLONE SYS INC COM	191 200.00	2.48
USD	INTERMUNE INC COM	51 400.00	0.24
USD	ISIS PHARMACEUTICALS INC COM	75 000.00	0.38
USD	KERYX BIOPHARMACEUTICALS INC COM	630 000.00	1.67
USD	MEDAREX INC COM	577 600.00	2.11
USD	MILLENNIUM PHARMACEUTICALS INC COM	1 142 800.00	4.85
USD	MYLAN INC USD0.50	250 000.00	1.04
USD	MYRIAD GENETICS INC COM	100 000.00	1.39
USD	ONYX PHARMACEUTICALS INC COM	285 900.00	4.49
USD	OSI PHARMACEUTICALS INC COM	222 600.00	2.99
USD	PDL BIOPHARMA INC COM	213 700.00	1.09
USD	PHARMION CORP COM	84 900.00	1.56
USD	PROGENICS PHARMACEUTICALS INC COM	216 700.00	1.21
USD	REGENERON PHARMACEUTICALS COM	350 500.00	2.20
USD	UNITED THERAPEUTICS CORP DEL COM	56 900.00	1.64
USD	VERTEX PHARMACEUTICALS INC COM	387 400.00	2.83
Total United States		331 771 736.50	95.61
Total Bearer shares		332 821 249.25	95.91

Registered shares

Germany			
EUR	JERINI AG NPV (REGD)	1 106 586.00	0.82
Total Germany		2 842 528.95	0.82
Switzerland			
CHF	SPEEDEL HLDG AG CHF2 (REGD)	51 293.00	1.61
Total Switzerland		5 583 375.13	1.61
Total Registered shares		8 425 904.08	2.43

Depository receipts

Ireland			
USD	ELAN PLC ADR	172 000.00	1.14
Total Ireland		3 961 160.00	1.14
Total Depository receipts		3 961 160.00	1.14

Total Transferable securities and money market instruments listed on an official stock exchange		345 208 313.33	99.48
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Transferable securities and money market instruments traded on another regulated market

Bearer shares

United States			
USD	COUGAR BIOTECHNOLO COM STK USD0.0001	62 100.00	0.55
Total United States		1 925 100.00	0.55
Total Bearer shares		1 925 100.00	0.55

Total Transferable securities and money market instruments traded on another regulated market		1 925 100.00	0.55
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Total investments in securities		347 133 413.33	100.03
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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		334 067.44	0.10
Other assets and liabilities		-465 340.34	-0.13
Total net assets		347 002 140.43	100.00

UBS (Lux) Equity Fund – Canada

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in CAD		306 123 307.07	294 933 554.46	247 634 592.81
Class B	LU0043389872			
Units outstanding		376 575.5459	399 756.2259	411 293.7909
Net asset value per unit in CAD		812.91	737.78	602.09

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), Canadian equities enjoyed another year of positive performance. Commodity prices, such as oil and gold, advanced to record highs as the global economy remained reasonably robust and the USD declined against other major currencies. Ongoing mergers and acquisitions in the large cap mining sector, including Alcan, Inco and Falconbridge contributed significantly to performance. Information technology also provided support by outperforming the benchmark.

During the year under review, the subfund outperformed its benchmark, the MSCI Canada (r). The main positive contributors at the sector level were the overweights in information technology, telecom services and the underweight in energy. On the negative side, an overweight in financials detracted from performance. Stock selection contributed positively. Overweights in Alcan, Research in Motion, BCE Inc., Agrium, Goldcorp and Rogers Communications added significant value. An underweight to small cap stocks also added value.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Canada	97.96
Total	97.96

Economic Breakdown as a % of net assets	
Banks & credit institutions	19.97
Petroleum	16.83
Insurance	11.37
Finance & holding companies	10.72
Electrical devices & components	9.06
Traffic & transportation	4.37
Chemicals	3.93
Telecommunications	3.48
Mining, coal & steel	2.95
Internet, software & IT services	2.59
Pharmaceuticals, cosmetics & medical products	2.53
Graphic design, publishing & media	2.18
Real estate	1.89
Miscellaneous services	1.78
Vehicles	1.22
Precious metals & stones	1.04
Energy & water supply	0.72
Various capital goods	0.48
Retail trade, department stores	0.36
Mortgage & funding institutions	0.21
Food & soft drinks	0.17
Miscellaneous consumer goods	0.11
Total	97.96

Statement of Net Assets

	CAD
Assets	30.11.2007
Investments in securities, cost	259 427 106.66
Investments in securities, unrealized appreciation (depreciation)	40 443 267.50
Total investments in securities (Note 1)	299 870 374.16
Cash at banks, deposits on demand and deposit accounts	21 199.39
Time deposits and fiduciary deposits	5 920 809.84
Receivable on securities sales (Note 1)	135 065.06
Receivable on subscriptions	447 391.50
Interest receivable on liquid assets	3 818.81
Receivable on dividends	415 371.96
Total Assets	306 814 030.72
Liabilities	
Bank overdraft	-46 838.90
Payable on securities purchases (Note 1)	-4 942.00
Payable on redemptions	-429 050.60
Provisions for all-in fee (Note 2)	-184 520.48
Provisions for taxe d'abonnement (Note 3)	-25 371.67
Total provisions	-209 892.15
Total Liabilities	-690 723.65
Net assets at the end of the financial year	306 123 307.07

Statement of Operations

	CAD
Income	1.12.2006–30.11.2007
Interest on liquid assets	228 653.76
Dividends	4 330 456.31
Income on securities lending (Note 4)	152 630.87
Total income	4 711 740.94
Expenses	
All-in fee (Note 2)	-4 306 558.39
Taxe d'abonnement (Note 3)	-140 136.44
Interest on liquid assets and bank overdraft	-6 475.95
Total expenses	-4 453 170.78
Net income on investments	258 570.16
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	46 741 032.00
Total realized gain (loss) on investments	46 741 032.00
Realized gain (loss) on foreign exchange	-41 633.00
Total realized gain (loss)	46 699 399.00
Net realized gain (loss) of the financial year	46 957 969.16
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-22 607 004.92
Total changes in unrealized appreciation (depreciation)	-22 607 004.92
Net increase (decrease) in net assets as a result of operations	24 350 964.24

Statement of Changes in Net Assets

	CAD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	294 933 554.46
Subscriptions	280 541 468.02
Redemptions	-293 702 679.65
Total net subscriptions (redemptions)	-13 161 211.63
Net income on investments	258 570.16
Total realized gain (loss)	46 699 399.00
Total changes in unrealized appreciation (depreciation)	-22 607 004.92
Net increase (decrease) in net assets as a result of operations	24 350 964.24
Net assets at the end of the financial year	306 123 307.07

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	399 756.2259
Number of units issued	353 054.2230
Number of units redeemed	-376 234.9030
Number of units outstanding at the end of the financial year	376 575.5459

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

Description	Quantity/ Nominal	Valuation in CAD 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

Canada				
CAD	A G F MANAGEMENT LTD CL B NON VTG	67 300.00	2 138 794.00	0.70
CAD	AGRIUM INC COM	139 400.00	8 001 560.00	2.61
CAD	ALIMENTATION COUCHE TARD INC SUB VTG SH	33 300.00	603 063.00	0.20
CAD	ANGIOTECH PHARMACEUTICALS INC COM	65 500.00	259 380.00	0.08
CAD	AXCAN PHARMA INC COM	82 100.00	1 858 744.00	0.61
CAD	BANK MONTREAL QUE COM	126 700.00	8 037 848.00	2.63
CAD	BANK NOVA SCOTIA HALIFAX COM	303 500.00	16 039 975.00	5.24
CAD	BARRICK GOLD CORP COM	29 694.00	1 197 262.08	0.39
CAD	BCE INC COM NEW	189 555.00	7 451 407.05	2.43
CAD	BOMBARDIER INC CL B	1 305.00	7 895.25	0.00
CAD	BROOKFIELD ASSET MGMT INC CL A LTD VT SH	160 050.00	5 777 805.00	1.89
CAD	CAE INC COM	74 300.00	875 254.00	0.29
CAD	CAMECO CORP COM	129 300.00	5 362 071.00	1.75
CAD	CANADIAN NATL RY CO COM	149 000.00	7 211 600.00	2.36
CAD	CANADIAN PAC RY LTD COM	49 200.00	3 278 688.00	1.07
CAD	CDN IMPERIAL BK OF COMMERCE COM	52 900.00	4 700 165.00	1.54
CAD	COGNOS INC COM	45 000.00	2 571 750.00	0.84
CAD	COTT CORP QUE COM	87 700.00	527 077.00	0.17
CAD	DOREL INDS INC CL B SUB VTG	46 100.00	1 459 065.00	0.48
CAD	DUVERNAY OIL CORP COM	13 700.00	335 924.00	0.11
CAD	EMERA INC COM	71 400.00	1 531 530.00	0.50
CAD	ENBRIDGE INC COM	59 100.00	2 193 201.00	0.72
CAD	ENCANA CORP COM	225 000.00	14 602 500.00	4.77
CAD	ENSIGN ENERGY SVGS INC COM	52 200.00	763 686.00	0.25
CAD	FINNING INTL INC COM NEW	104 300.00	2 854 691.00	0.93
CAD	FIRST CALGARY PETES LTD COM	198 100.00	465 535.00	0.15
CAD	GOLDCORP INC NEW COM	394 563.00	12 748 330.53	4.16
CAD	GREAT CANADIAN GAMING CORP COM	124 700.00	2 053 809.00	0.67
CAD	GREAT WEST LIFE CO INC COM	86 000.00	3 054 720.00	1.00
CAD	GROUPE CGI INC CL A SUB VTG	91 400.00	1 039 218.00	0.34
CAD	HOME CAP GROUP INC COM	16 000.00	636 000.00	0.21
CAD	HUSKY ENERGY INC COM	148 800.00	5 902 896.00	1.93
CAD	JEAN COUTU GROUP PJC INC CL A SUB VTG	126 880.00	1 485 764.80	0.49
CAD	LOBLAW COS LTD COM	14 700.00	490 980.00	0.16
CAD	MAGNA INTL INC CL A	10 900.00	872 000.00	0.28
CAD	MANULIFE FINL CORP COM	491 500.00	20 534 870.00	6.70
CAD	MEGA BRANDS INC COM	60 600.00	328 452.00	0.11
CAD	METRO INC CL A SUB	41 800.00	1 212 200.00	0.40
CAD	NEXEN INC COM	102 500.00	2 909 975.00	0.95
CAD	NIKO RES LTD COM	3 100.00	285 727.00	0.09
CAD	NORTEL NETWORKS CORP (HOLDING CO)	82 770.00	1 398 813.00	0.46
CAD	OPEN TEXT CORP COM	133 800.00	4 304 346.00	1.41
CAD	PETRO-CDA COM	166 200.00	8 027 460.00	2.62
CAD	POTASH CORP SASK INC COM	34 000.00	4 039 200.00	1.32
CAD	POWER FINANCIAL CORP COM	232 100.00	9 641 434.00	3.15
CAD	RESEARCH IN MOTION LTD COM	136 400.00	15 526 412.00	5.07
CAD	ROGERS COMMUNICATIONS INC CL B	250 000.00	10 390 000.00	3.39
CAD	ROYAL BK CDA MONTREAL QUE COM	350 900.00	18 597 700.00	6.08
CAD	SHOPPERS DRUG MART CORP COM	109 400.00	6 001 684.00	1.96
CAD	SNC-LAVALIN GROUP INC COM	19 800.00	943 074.00	0.31
CAD	SUN LIFE FINL INC COM	212 800.00	11 210 304.00	3.66
CAD	SUNCOR ENERGY INC COM	100 700.00	9 627 927.00	3.15
CAD	TALISMAN ENERGY INC COM	455 200.00	8 034 280.00	2.62
CAD	TECK COMINCO LTD CL B	95 800.00	3 669 140.00	1.20
CAD	TELUS CORP COM	38 600.00	1 807 252.00	0.59
CAD	THOMSON CORP COM	172 100.00	6 660 270.00	2.18
CAD	TORONTO DOMINION BK ONT COM NEW	163 700.00	12 277 500.00	4.01
CAD	TRANSCANADA CORP COM	208 800.00	8 291 448.00	2.71
CAD	UTS ENERGY CORP COM	169 200.00	901 836.00	0.29
CAD	WESTJET AIRLINES LTD VAR VTG SHS	145 100.00	2 887 490.00	0.94
CAD	YAMANA GOLD INC COM	152 231.00	1 971 391.45	0.64
Total Canada			299 870 374.16	97.96
Total Bearer shares			299 870 374.16	97.96
Total Transferable securities and money market instruments listed on an official stock exchange			299 870 374.16	97.96
Total investments in securities			299 870 374.16	97.96
Time deposits and fiduciary deposits			5 920 809.84	1.93
Cash at banks, deposits on demand and deposit accounts and other liquid assets			21 199.39	0.01
Bank overdraft and other short-term liabilities			-46 838.90	-0.02
Other assets and liabilities			357 762.58	0.12
Total net assets			306 123 307.07	100.00

UBS (Lux) Equity Fund – Central Europe

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		431 089 477.82	415 957 926.93	488 583 185.87
Class B	LU0067027168			
Units outstanding		1 633 307.7420	1 929 239.3220	2 778 908.4700
Net asset value per unit in EUR		263.94	215.61	175.82

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Central European markets continued their strong performance. Favourable global sentiment for emerging markets, particularly in the first half of 2007, combined with a still positive fundamental picture at both the macro and stock level in Central Europe were among the key drivers.

During the year under review, the subfund underperformed its benchmark, the MSCI Comb (CZ, H, PL) (r). Among the drags on relative performance were the underweight to the Czech Republic and the overweight to health care. In addition, the cash position, which is held for liquidity purposes, had a significant negative impact, given the strong growth of the fund.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Poland	45.70
Hungary	19.79
Czech Republic	13.04
Russian Federation (CIS)	11.90
Bermuda	4.67
Austria	2.24
United States	1.39
Luxembourg	0.46
Total	99.19

Economic Breakdown as a % of net assets	
Banks & credit institutions	41.85
Telecommunications	19.31
Petroleum	12.77
Non-ferrous metals	6.25
Pharmaceuticals, cosmetics & medical products	5.71
Energy & water supply	4.96
Internet, software & IT services	2.96
Graphic design, publishing & media	2.93
Tobacco & alcohol	1.39
Miscellaneous unclassified companies	0.60
Real estate	0.46
Total	99.19

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	278 886 799.15
Investments in securities, unrealized appreciation (depreciation)	148 732 118.06
Total investments in securities (Note 1)	427 618 917.21
Cash at banks, deposits on demand and deposit accounts	1 494 388.98
Receivable on securities sales (Note 1)	2 546 016.19
Receivable on subscriptions	411 278.46
Interest receivable on liquid assets	15 503.71
Receivable on dividends	158 131.96
Total Assets	432 244 236.51
Liabilities	
Payable on redemptions	-709 098.16
Provisions for all-in fee (Note 2)	-409 931.59
Provisions for taxe d'abonnement (Note 3)	-35 728.94
Total provisions	-445 660.53
Total Liabilities	-1 154 758.69
Net assets at the end of the financial year	431 089 477.82

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	317 688.06
Dividends	10 621 558.20
Income on securities lending (Note 4)	232 508.54
Total income	11 171 754.80
Expenses	
All-in fee (Note 2)	-10 496 275.46
Taxe d'abonnement (Note 3)	-224 782.32
Interest on liquid assets and bank overdraft	-98 765.32
Total expenses	-10 819 823.10
Net income on investments	351 931.70
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	63 824 827.68
Realized gain (loss) on forward foreign exchange contracts	13 933.50
Total realized gain (loss) on investments	63 838 761.18
Realized gain (loss) on foreign exchange	-444 134.63
Total realized gain (loss)	63 394 626.55
Net realized gain (loss) of the financial year	63 746 558.25
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	22 948 708.35
Total changes in unrealized appreciation (depreciation)	22 948 708.35
Net increase (decrease) in net assets as a result of operations	86 695 266.60

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	415 957 926.93
Subscriptions	211 409 713.79
Redemptions	-282 973 429.50
Total net subscriptions (redemptions)	-71 563 715.71
Net income on investments	351 931.70
Total realized gain (loss)	63 394 626.55
Total changes in unrealized appreciation (depreciation)	22 948 708.35
Net increase (decrease) in net assets as a result of operations	86 695 266.60
Net assets at the end of the financial year	431 089 477.82

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	1 929 239.3220
Number of units issued	851 807.7880
Number of units redeemed	-1 147 739.3680
Number of units outstanding at the end of the financial year	1 633 307.7420

Statement of Investments in Securities and other Net Assets as of 30 November 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 RAIFFEISEN INTL BK NPV (REGD)	86 697.00	9 636 371.55	2.24
Total Austria		9 636 371.55	2.24
Bermuda			
USD CENT EURO MEDIA COM USD0.08 CLASS 'A'	269 100.00	20 113 064.01	4.67
Total Bermuda		20 113 064.01	4.67
Czech Republic			
CZK CEZ CZK100	423 448.00	21 361 438.46	4.96
CZK TELEFONICA O2 CZEC CZK100	452 077.00	9 316 761.31	2.16
CZK ZENTIVA NV EURO.01	192 188.00	6 990 054.71	1.62
Total Czech Republic		37 668 254.48	8.74
Hungary			
HUF EGIS PHARMACEUTICA HUF1000	74 143.00	5 754 670.61	1.33
HUF MAGYAR TELEKOM RT HUF100	5 275 751.00	18 859 085.53	4.37
HUF MOL HUNGARIAN OIL HUF1000	121 507.00	11 950 564.12	2.77
HUF OTP BANK HUF100	1 086 628.00	36 869 038.89	8.56
Total Hungary		73 433 359.15	17.03
Luxembourg			
CZK ORCO PROPERTY GROUP	21 567.00	1 987 099.59	0.46
Total Luxembourg		1 987 099.59	0.46
Poland			
PLN AGORA PLN1	412 578.00	6 498 546.31	1.51
PLN BANK BPH SA PLN5	77 883.00	20 266 017.39	4.70
PLN BK PEKAO PLN1	586 852.00	39 979 567.19	9.27
PLN BK ZACHODNI WBK PLN10	262 739.00	17 091 897.92	3.96
PLN BRE BANK SA PLN4	137 139.00	18 791 613.13	4.36
PLN GLOBE TRADE CENTRE PLN0.1 (POST SUBDIVISION)	200 710.00	2 583 567.72	0.60
PLN KGHM POLSKA MIEDZ PLN10 BR	604 703.00	18 915 527.29	4.39
PLN MULTIMEDIA POLSKA SA	853 769.00	2 240 508.54	0.52
PLN PKN ORLEN PLN1.25	1 285 458.00	18 681 643.51	4.33
PLN POL GORN NAFT I GA PLN1	2 312 595.00	3 456 935.11	0.80
PLN POWSZECHNA KASA OS PLN1	1 385 871.00	19 220 222.83	4.46
PLN PROKOM SOFTWARE SA PLN1	349 215.00	12 760 412.29	2.96
PLN TVN SA PLN1	562 986.00	3 896 148.39	0.90
Total Poland		184 382 607.62	42.76
United States			
USD CENTRAL EUR DIS CP COM USD0.01	175 900.00	5 991 756.65	1.39
Total United States		5 991 756.65	1.39
Total Bearer shares		333 212 513.05	77.29
Depository receipts			
Czech Republic			
USD KOMERCNI BANKA A S GDR	360 645.00	18 550 054.50	4.30
Total Czech Republic		18 550 054.50	4.30
Hungary			
USD GEDEON RICHTER LTD GLOBL RCPT RG	77 815.00	11 861 638.62	2.75
Total Hungary		11 861 638.62	2.75
Poland			
USD TELEKOMUNIKACJA POLSKA SPON GDR REG S	2 062 589.00	12 675 454.99	2.94
Total Poland		12 675 454.99	2.94
Russian Federation (CIS)			
USD GAZPROM O A O SPON ADR	584 300.00	20 978 035.90	4.87
USD JSC MMC NORILSK NICKEL SPONSORED ADR	41 300.00	8 047 007.53	1.87
USD MOBILE TELESYSTEMS OJSC SPONSORED ADR	360 800.00	22 294 212.62	5.16
Total Russian Federation (CIS)		51 319 256.05	11.90
Total Depository receipts		94 406 404.16	21.90
Total Transferable securities and money market instruments listed on an official stock exchange		427 618 917.21	99.19
Total investments in securities		427 618 917.21	99.19
Cash at banks, deposits on demand and deposit accounts and other liquid assets		1 494 388.98	0.35
Other assets and liabilities		1 976 171.63	0.46
Total net assets		431 089 477.82	100.00

UBS (Lux) Equity Fund – Communication

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		159 203 283.71	211 630 757.87	282 580 613.88
Class B	LU0098993750			
Units outstanding		3 068 311.7590	4 270 236.6180	6 197 580.2680
Net asset value per unit in EUR		51.89	49.56	45.59
Class BG	LU0168509189			
Units outstanding		N/A	N/A	288.1840
Net asset value per unit in EUR		N/A	N/A	10.10

Report of the Portfolio Manager

During the year under review (from 31 December 2006 until 30 November 2007), the communication sector finished better than the broader market. While media stocks were generally on the weaker side, some of the major European telecom operators were among the best performers. These were supported by their defensive nature, especially in the second half of the year, when the sub-prime crisis brought some uncertainty to the markets.

During the year under review, the subfund underperformed its benchmark, the UBS Communication (MSCI comb.) (r). The main negative contributions were our overweights in Ericsson and Comcast, and the underweight in Research in Motion. Positive contributions resulted from our overweight positions in Vodafone and France Telecom. Not having a holding in Alcatel-Lucent was also positive.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	45.31
United Kingdom	15.67
France	11.07
Spain	5.97
Finland	4.46
Canada	3.29
Sweden	2.46
Singapore	1.91
Japan	1.88
Austria	1.51
Mexico	1.35
Egypt	1.09
Indonesia	0.96
Netherlands	0.91
South Africa	0.82
Russian Federation (CIS)	0.76
Guernsey	0.57
Total	99.99

Economic Breakdown as a % of net assets	
Telecommunications	66.10
Graphic design, publishing & media	12.09
Computer hardware & network equipment providers	6.63
Miscellaneous services	3.76
Internet, software & IT services	3.71
Electrical devices & components	3.29
Building industry & materials	1.77
Finance & holding companies	1.73
Electronics & semiconductors	0.91
Total	99.99

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	161 298 159.65
Investments in securities, unrealized appreciation (depreciation)	-2 108 698.78
Total investments in securities (Note 1)	159 189 460.87
Cash at banks, deposits on demand and deposit accounts	368 811.02
Receivable on securities sales (Note 1)	331 134.67
Receivable on subscriptions	188 233.71
Interest receivable on liquid assets	1 652.95
Receivable on dividends	216 505.50
Total Assets	160 295 798.72
Liabilities	
Payable on securities purchases (Note 1)	-628 993.63
Payable on redemptions	-334 216.70
Provisions for all-in fee (Note 2)	-116 109.82
Provisions for taxe d'abonnement (Note 3)	-13 194.86
Total provisions	-129 304.68
Total Liabilities	-1 092 515.01
Net assets at the end of the financial year	159 203 283.71

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	57 778.85
Dividends	3 648 325.07
Income on securities lending (Note 4)	167 217.94
Total income	3 873 321.86
Expenses	
All-in fee (Note 2)	-3 405 393.79
Taxe d'abonnement (Note 3)	-91 313.08
Interest on liquid assets and bank overdraft	-14 016.34
Total expenses	-3 510 723.21
Net income on investments	362 598.65
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	-7 525 200.73
Realized gain (loss) on forward foreign exchange contracts	553.03
Total realized gain (loss) on investments	-7 524 647.70
Realized gain (loss) on foreign exchange	-185 945.41
Total realized gain (loss)	-7 710 593.11
Net realized gain (loss) of the financial year	-7 347 994.46
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	18 600 400.40
Total changes in unrealized appreciation (depreciation)	18 600 400.40
Net increase (decrease) in net assets as a result of operations	11 252 405.94

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	211 630 757.87
Subscriptions	9 454 643.54
Redemptions	-73 134 523.64
Total net subscriptions (redemptions)	-63 679 880.10
Net income on investments	362 598.65
Total realized gain (loss)	-7 710 593.11
Total changes in unrealized appreciation (depreciation)	18 600 400.40
Net increase (decrease) in net assets as a result of operations	11 252 405.94
Net assets at the end of the financial year	159 203 283.71

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	4 270 236.6180
Number of units issued	177 351.2430
Number of units redeemed	-1 379 276.1020
Number of units outstanding at the end of the financial year	3 068 311.7590

Statement of Investments in Securities and other Net Assets as of 30 November 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

Austria			
EUR TELEKOM AUSTRIA(TA NPV(BR)	120 400.00	2 408 000.00	1.51
Total Austria		2 408 000.00	1.51
Canada			
USD RESEARCH IN MOTION LTD COM	28 500.00	2 209 946.52	1.39
CAD ROGERS COMMUNICATIONS INC CL B	107 100.00	3 033 591.40	1.90
Total Canada		5 243 537.92	3.29
Finland			
EUR NOKIA OYJ EURO.06	260 227.00	7 096 390.29	4.46
Total Finland		7 096 390.29	4.46
France			
EUR BOUYGUES EUR1	45 900.00	2 809 998.00	1.77
EUR FRANCE TELECOM EUR4	340 032.00	8 823 830.40	5.54
EUR VIVENDI SA EUR5.50	190 900.00	5 992 351.00	3.76
Total France		17 626 179.40	11.07
Guernsey			
USD AMDOCS ORD GBP0.01	40 000.00	901 727.02	0.57
Total Guernsey		901 727.02	0.57
Japan			
JPY KDDI CORP NPV	620.00	2 992 975.24	1.88
Total Japan		2 992 975.24	1.88
Netherlands			
EUR STMICROELECTRONICS EUR1.04	138 000.00	1 447 620.00	0.91
Total Netherlands		1 447 620.00	0.91
Singapore			
SGD SINGAPORE TELECOMM NPV(POST RE-ORG)	1 664 145.00	3 040 519.00	1.91
Total Singapore		3 040 519.00	1.91
Spain			
EUR TELEFONICA SA EUR1	415 081.00	9 509 505.71	5.97
Total Spain		9 509 505.71	5.97
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	2 353 000.00	3 914 468.00	2.46
Total Sweden		3 914 468.00	2.46
United Kingdom			
GBP BRITISH SKY BROADC ORD GBP0.50	468 200.00	4 099 062.54	2.57
GBP REED ELSEVIER ORD GBP0.125	572 500.00	4 907 948.88	3.08
GBP UTD BUSINESS MEDIA ORD GBP0.338068	137 300.00	1 228 017.50	0.77
GBP VODAFONE GROUP ORD USD0.11428571	5 765 600.00	14 715 194.24	9.25
Total United Kingdom		24 950 223.16	15.67
United States			
USD AT&T INC COM	556 262.00	14 480 206.44	9.09
USD CISCO SYS INC COM	553 300.00	10 562 023.37	6.63
USD COMCAST CORP NEW CL A	439 050.00	6 143 738.80	3.86
USD GOOGLE INC CL A	3 200.00	1 510 781.07	0.95
USD MCGRAW HILL COS INC COM	78 900.00	2 638 152.40	1.66
USD MOTOROLA INC COM	295 100.00	3 210 646.18	2.02
USD NEWS CORP CL A	482 400.00	6 924 527.71	4.35
USD QUALCOMM INC COM	66 800.00	1 855 846.31	1.17
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	490 692.00	5 188 227.57	3.26
USD SYMANTEC CORP COM	158 000.00	1 915 999.59	1.20
USD TIME WARNER INC COM	258 000.00	3 033 743.23	1.91
USD VERIZON COMMUNICATIONS COM	157 900.00	4 648 199.07	2.92
USD VIACOM INC NEW CL B	198 400.00	5 679 577.61	3.57
USD WALT DISNEY CO. DISNEY COM USD0.01	122 000.00	2 755 254.28	1.73
USD YAHOO INC COM	86 600.00	1 581 732.47	0.99
Total United States		72 128 656.10	45.31
Total Bearer shares		151 259 801.84	95.01
Depository receipts			
Egypt			
USD ORASCOM TELECOM S A E GDR REG S	32 600.00	1 732 329.60	1.09
Total Egypt		1 732 329.60	1.09

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Indonesia			
USD PT INDOSAT TBK SPONSORED ADR	49 700.00	1 531 783.22	0.96
Total Indonesia		1 531 783.22	0.96
Mexico			
USD GRUPO TELEVISIA SA DE CV SP ADR REP ORD	130 600.00	2 150 493.58	1.35
Total Mexico		2 150 493.58	1.35
Russian Federation (CIS)			
USD MOBILE TELESYSTEMS OJSC SPONSORED ADR	19 600.00	1 211 104.68	0.76
Total Russian Federation (CIS)		1 211 104.68	0.76
South Africa			
USD NASPERS LTD ADR	72 500.00	1 303 947.95	0.82
Total South Africa		1 303 947.95	0.82
Total Depository receipts		7 929 659.03	4.98
Total Transferable securities and money market instruments listed on an official stock exchange		159 189 460.87	99.99
Total investments in securities		159 189 460.87	99.99
Cash at banks, deposits on demand and deposit accounts and other liquid assets		368 811.02	0.23
Other assets and liabilities		-354 988.18	-0.22
Total net assets		159 203 283.71	100.00

UBS (Lux) Equity Fund – Consumer Cyclical

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		19 258 726.41	31 590 000.92	32 538 692.25
Class B	LU0106960114			
Units outstanding		210 201.8180	337 511.7820	413 948.0690
Net asset value per unit in USD		91.62	93.60	78.61

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), global equity market performance was positive in USD terms. At the sector level, consumer cyclicals posted slightly positive returns (in USD) but strongly underperformed the market mainly due to a further slowdown in the US economy. Within the sector, auto & components outperformed, while retail underperformed.

During the year under review, the subfund underperformed its benchmark, the MSCI World Consumer Discretionary (r). At the country level, negative contribution came from the underweights in Germany and France and the overweight in the US, whereas the overweight in the Netherlands helped. At the stock level, positive impact came from overweights in Borg Warner and Daimler. Overweights in Comcast and Chicos dragged on performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	49.87
Japan	19.23
United Kingdom	10.27
Netherlands	8.18
Germany	4.63
France	3.10
Italy	2.23
Total	97.51

Economic Breakdown as a % of net assets	
Graphic design, publishing & media	24.21
Vehicles	17.55
Retail trade, department stores	15.59
Electronics & semiconductors	9.41
Telecommunications	8.27
Miscellaneous unclassified companies	7.27
Textiles, garments & leather goods	3.25
Finance & holding companies	3.15
Lodging, catering & leisure	2.72
Photographic & optics	2.02
Internet, software & IT services	1.87
Miscellaneous services	1.70
Building industry & materials	0.50
Total	97.51

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	15 466 881.43
Investments in securities, unrealized appreciation (depreciation)	3 312 565.78
Total investments in securities (Note 1)	18 779 447.21
Cash at banks, deposits on demand and deposit accounts	304 286.54
Receivable on securities sales (Note 1)	898 374.18
Receivable on subscriptions	432.12
Interest receivable on liquid assets	907.41
Receivable on dividends	38 585.66
Total Assets	20 022 033.12
Liabilities	
Payable on securities purchases (Note 1)	-405 679.51
Payable on redemptions	-339 175.20
Provisions for all-in fee (Note 2)	-16 855.83
Provisions for taxe d'abonnement (Note 3)	-1 596.17
Total provisions	-18 452.00
Total Liabilities	-763 306.71
Net assets at the end of the financial year	19 258 726.41

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	13 169.41
Dividends	388 903.31
Income on securities lending (Note 4)	10 690.48
Total income	412 763.20
Expenses	
All-in fee (Note 2)	-586 157.33
Taxe d'abonnement (Note 3)	-13 918.51
Interest on liquid assets and bank overdraft	-591.11
Total expenses	-600 666.95
Net income on investments	-187 903.75
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	2 974 286.95
Realized gain (loss) on forward foreign exchange contracts	-409.50
Total realized gain (loss) on investments	2 973 877.45
Realized gain (loss) on foreign exchange	13 607.80
Total realized gain (loss)	2 987 485.25
Net realized gain (loss) of the financial year	2 799 581.50
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-3 105 230.57
Total changes in unrealized appreciation (depreciation)	-3 105 230.57
Net increase (decrease) in net assets as a result of operations	-305 649.07

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	31 590 000.92
Subscriptions	2 585 482.85
Redemptions	-14 611 108.29
Total net subscriptions (redemptions)	-12 025 625.44
Net income on investments	-187 903.75
Total realized gain (loss)	2 987 485.25
Total changes in unrealized appreciation (depreciation)	-3 105 230.57
Net increase (decrease) in net assets as a result of operations	-305 649.07
Net assets at the end of the financial year	19 258 726.41

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	337 511.7820
Number of units issued	26 173.7220
Number of units redeemed	-153 483.6860
Number of units outstanding at the end of the financial year	210 201.8180

Statement of Investments in Securities and other Net Assets as of 30 November 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			
France			
EUR LVMH MOET HENNESSY EURO.30	2 216.00	269 783.55	1.40
EUR VIVENDI SA EUR5.50	7 088.00	326 585.35	1.70
Total France		596 368.90	3.10
Italy			
EUR MEDIASET EURO.52	43 781.00	428 961.81	2.23
Total Italy		428 961.81	2.23
Japan			
JPY FUJII FILM HLD CORP NPV	8 800.00	388 731.12	2.02
JPY HONDA MOTOR CO NPV	21 200.00	718 611.68	3.73
JPY MATSUSHITA ELC IND NPV	13 000.00	261 933.74	1.36
JPY SONY CORP NPV	16 000.00	866 892.04	4.50
JPY TOYOTA MOTOR CORP NPV	26 100.00	1 468 235.30	7.62
Total Japan		3 704 403.88	19.23
Netherlands			
EUR PHILIPS ELEC(KON) EURO.20	16 264.00	684 203.40	3.55
EUR REED ELSEVIER NV EURO.06	48 228.00	890 556.69	4.63
Total Netherlands		1 574 760.09	8.18
United Kingdom			
GBP BRITISH SKY BROADC ORD GBP0.50	39 229.00	504 129.43	2.63
GBP BURBERRY GROUP ORD GBP0.0005	16 287.00	192 558.96	1.00
GBP HOME RETAIL GROUP ORD GBP0.10	45 461.00	324 356.98	1.68
GBP KINGFISHER ORD GBP0.157142857	110 284.00	345 356.16	1.79
GBP NEXT ORD GBP0.10	11 635.00	416 265.51	2.16
GBP TAYLOR NELSON SOFR ORD GBP0.05	46 964.00	194 337.12	1.01
Total United Kingdom		1 977 004.16	10.27
United States			
USD ACTIVISION INC NEW COM NEW	16 244.00	359 804.60	1.87
USD CARNIVAL CORP COM USD0.01(PAired STOCK)	11 600.00	523 392.00	2.72
USD COMCAST CORP NEW CL A	48 750.00	1 001 325.00	5.20
USD EBAY INC COM	10 000.00	335 300.00	1.74
USD INTERPUBLIC GROUP COS INC COM	31 700.00	300 833.00	1.56
USD JOHNSON Ctls INC COM	7 800.00	301 236.00	1.56
USD JONES APPAREL GROUP INC COM	8 800.00	164 032.00	0.85
USD KOHL'S CORP COM	6 200.00	305 536.00	1.59
USD LIMITED BRANDS INC COM	16 400.00	329 312.00	1.71
USD LOWES COS INC COM	32 900.00	803 089.00	4.17
USD OMNICOM GROUP INC COM	18 000.00	877 500.00	4.56
USD PULTE HOMES INC COM	9 400.00	96 068.00	0.50
USD TARGET CORP COM	7 800.00	468 468.00	2.43
USD TIME WARNER INC COM	81 000.00	1 398 060.00	7.25
USD VIACOM INC NEW CL B	15 700.00	659 714.00	3.43
USD WALT DISNEY CO. DISNEY COM USD0.01	18 300.00	606 645.00	3.15
Total United States		8 530 314.60	44.29
Total Bearer shares		16 811 813.44	87.30
Registered shares			
Germany			
EUR DAIMLER AG ORD NPV(REGD)	8 738.00	892 053.40	4.63
Total Germany		892 053.40	4.63
Total Registered shares		892 053.40	4.63
Depository receipts			
United States			
AUD NEWS CORPORATION CDI COM USD0.01 CLASS'A'	52 129.00	1 075 580.37	5.58
Total United States		1 075 580.37	5.58
Total Depository receipts		1 075 580.37	5.58
Total Transferable securities and money market instruments listed on an official stock exchange		18 779 447.21	97.51
Total investments in securities		18 779 447.21	97.51
Cash at banks, deposits on demand and deposit accounts and other liquid assets		304 286.54	1.58
Other assets and liabilities		174 992.66	0.91
Total net assets		19 258 726.41	100.00

UBS (Lux) Equity Fund – Eco Performance

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in CHF		238 997 403.27	233 414 965.58	252 299 974.30
Class (CHF) B	LU0076532638			
Units outstanding		341 978.7429	345 775.8129	407 138.0649
Net asset value per unit in CHF		698.87	675.05	619.69

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), global equity market performance was positive. Several European equity markets chalked up large gains and outperformed, while the US and Japanese markets underperformed. One reason for the regional discrepancy was the strength of the European economy relative to the US. Asian markets, including Hong Kong and Singapore, also performed well by association with buoyant emerging market economies, such as China.

During the year under review, the subfund underperformed its benchmark, the MSCI World (r). Negative contributions came from financial holdings such as Citigroup and ING, which were adversely impacted by the sub-prime crisis. At a sector level, underweights in utilities, energy and healthcare hurt performance while the fund's overweight in industrials helped. Smaller companies performed well, including renewable energy stocks Q-Cells, Solarworld, Vestas and Gamesa.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	39.78
United Kingdom	8.74
Germany	8.57
Switzerland	7.82
Japan	6.62
France	5.20
Spain	4.64
Netherlands	3.80
Italy	2.97
Canada	2.96
Norway	2.27
Denmark	1.90
Finland	1.78
Hong Kong	0.94
Sweden	0.56
Isle of Man	0.48
Total	99.03

Economic Breakdown as a % of net assets	
Banks & credit institutions	13.88
Telecommunications	10.04
Pharmaceuticals, cosmetics & medical products	7.73
Energy & water supply	7.50
Insurance	6.22
Petroleum	6.11
Vehicles	4.86
Electronics & semiconductors	4.82
Finance & holding companies	4.43
Chemicals	3.60
Retail trade, department stores	3.41
Internet, software & IT services	3.39
Traffic & transportation	3.10
Building industry & materials	2.97
Biotechnology	2.62
Healthcare & social services	2.54
Electrical devices & components	2.29
Environmental services & recycling	1.70
Food & soft drinks	1.32
Miscellaneous consumer goods	1.24
Graphic design, publishing & media	1.23
Forestry, paper & pulp products	0.98
Agriculture & fishery	0.94
Computer hardware & network equipment providers	0.84
Real estate	0.77
Rubber & tyres	0.40
Mechanical engineering & industrial equipment	0.10
Total	99.03

Statement of Net Assets

	CHF
Assets	30.11.2007
Investments in securities, cost	216 224 448.71
Investments in securities, unrealized appreciation (depreciation)	20 436 894.24
Total investments in securities (Note 1)	236 661 342.95
Cash at banks, deposits on demand and deposit accounts	461 632.83
Receivable on securities sales (Note 1)	8 466 810.74
Receivable on subscriptions	155 545.81
Interest receivable on liquid assets	3 278.01
Receivable on dividends	255 156.72
Total Assets	246 003 767.06
Liabilities	
Payable on securities purchases (Note 1)	-6 742 416.30
Payable on redemptions	-52 286.03
Provisions for all-in fee (Note 2)	-191 853.20
Provisions for taxe d'abonnement (Note 3)	-19 808.26
Total provisions	-211 661.46
Total Liabilities	-7 006 363.79
Net assets at the end of the financial year	238 997 403.27

Statement of Operations

	CHF
Income	1.12.2006–30.11.2007
Interest on liquid assets	77 083.57
Dividends	4 315 662.51
Income on securities lending (Note 4)	174 110.26
Total income	4 566 856.34
Expenses	
All-in fee (Note 2)	-5 168 553.05
Taxe d'abonnement (Note 3)	-130 176.32
Interest on liquid assets and bank overdraft	-14 296.65
Total expenses	-5 313 026.02
Net income on investments	-746 169.68
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	15 740 022.14
Total realized gain (loss) on investments	15 740 022.14
Realized gain (loss) on foreign exchange	125 137.51
Total realized gain (loss)	15 865 159.65
Net realized gain (loss) of the financial year	15 118 989.97
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-6 278 963.81
Unrealized appreciation (depreciation) on forward foreign exchange contracts	-40 308.40
Total changes in unrealized appreciation (depreciation)	-6 319 272.21
Net increase (decrease) in net assets as a result of operations	8 799 717.76

Statement of Changes in Net Assets

	CHF
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	233 414 965.58
Subscriptions	45 089 842.15
Redemptions	-48 307 122.22
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Total net subscriptions (redemptions)	-3 217 280.07
Net income on investments	-746 169.68
Total realized gain (loss)	15 865 159.65
Total changes in unrealized appreciation (depreciation)	-6 319 272.21
	<hr/>
Net increase (decrease) in net assets as a result of operations	8 799 717.76
Net assets at the end of the financial year	238 997 403.27

Development of the outstanding units

	1.12.2006–30.11.2007
Class	(CHF) B
Number of units outstanding at the beginning of the financial year	345 775.8129
Number of units issued	62 843.9530
Number of units redeemed	-66 641.0230
Number of units outstanding at the end of the financial year	341 978.7429

Statement of Investments in Securities and other Net Assets as of 30 November 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			
Canada			
CAD CANADIAN HYDRO DEVELOPERS INC COM	216 300.00	1 504 957.24	0.63
CAD CANADIAN NATL RY CO COM	53 000.00	2 897 398.02	1.21
CAD CANADIAN PAC RY LTD COM	35 500.00	2 672 085.00	1.12
Total Canada		7 074 440.26	2.96
Denmark			
DKK VESTAS WIND SYSTEM DKK1	42 250.00	4 544 602.38	1.90
Total Denmark		4 544 602.38	1.90
Finland			
EUR NOKIA OYJ EURO.06	94 128.00	4 254 013.09	1.78
Total Finland		4 254 013.09	1.78
France			
EUR AXA EUR2.29	59 816.00	2 768 746.25	1.16
EUR CREDIT AGRICOLE SA EUR3	37 109.00	1 477 226.56	0.62
EUR EDF ENERGIES NOUVELLES SA	20 449.00	1 836 818.37	0.77
EUR FRANCE TELECOM EUR4	109 261.00	4 698 912.80	1.96
EUR PAGESJAUNES GROUPE EURO.20	66 091.00	1 642 965.46	0.69
Total France		12 424 669.44	5.20
Germany			
EUR CENTROTREC SUSTAIN NPV	79 170.00	1 902 494.89	0.80
EUR IKB DT INDUSTRIEBK ORD NPV	7 653.00	107 299.31	0.04
EUR MASTERFLEX AG NPV	31 199.00	953 963.80	0.40
EUR PETROTEC AG	117 071.00	1 028 300.51	0.43
EUR Q-CELLS AG NPV	18 184.00	2 902 690.62	1.21
EUR SAP AG ORD NPV	42 607.00	2 467 167.92	1.03
EUR SOLARWORLD AG NPV	34 115.00	2 329 929.84	0.97
EUR WACKER CHEMIE AG NPV(BR)	13 184.00	4 157 091.07	1.75
Total Germany		15 848 937.96	6.63
Hong Kong			
HKD CHAODA MODERN AGRI HKD0.10	2 105 925.00	2 235 559.46	0.94
Total Hong Kong		2 235 559.46	0.94
Isle of Man			
GBP TRADING EMISSIONS ORD GBP0.01	346 723.00	1 149 017.75	0.48
Total Isle of Man		1 149 017.75	0.48
Italy			
EUR ENI EUR1	73 013.00	2 948 835.70	1.23
EUR INTESA SANPAOLO	344 899.00	3 115 181.03	1.31
EUR PRYSMIAN CAB & SYS NPV	35 974.00	1 022 463.25	0.43
Total Italy		7 086 479.98	2.97
Japan			
JPY EAST JAPAN RAILWAY NPV	198.00	1 850 084.69	0.77
JPY HONDA MOTOR CO NPV	69 800.00	2 671 326.70	1.12
JPY MITSUI FUDOSAN CO NPV	64 000.00	1 850 043.98	0.77
JPY MITSUI SUMITOMO IN NPV	148 000.00	1 815 233.51	0.76
JPY NITTO DENKO CORP NPV	26 400.00	1 542 409.02	0.65
JPY NTT DOCOMO NPV	792.00	1 410 739.96	0.59
JPY SUMITOMO MITSUI FG NPV	197.00	1 906 911.25	0.80
JPY TOYOTA MOTOR CORP NPV	43 600.00	2 769 203.15	1.16
Total Japan		15 815 952.26	6.62
Netherlands			
EUR AEGON NV	72 905.00	1 475 257.50	0.62
EUR PHILIPS ELEC(KON) EURO.20	39 125.00	1 858 340.92	0.78
GBP ROYAL DUTCH SHELL 'A'SHS EURO.07 (DUTCH LISTING)	55 373.00	2 527 257.75	1.06
EUR STMICROELECTRONICS EUR1.04	77 504.00	1 347 393.53	0.56
Total Netherlands		7 208 249.70	3.02
Norway			
NOK RENEWABLE ENERGY NOK1	52 900.00	2 929 840.87	1.23
NOK STATOILHYDRO ASA NOK2.50	67 900.00	2 488 638.05	1.04
Total Norway		5 418 478.92	2.27
Spain			
EUR ABENGOA EURO.25	41 775.00	1 595 121.56	0.67
EUR GAMESA CORP TECNO EURO.17	52 622.00	2 705 228.76	1.13
EUR RED ELECTRICA DE E EUR2	38 379.00	2 682 841.91	1.12
Total Spain		6 983 192.23	2.92

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Sweden			
SEK ERICSSON(LM)TEL SER'B' NPV	399 000.00	1 100 065.56	0.46
SEK VARMEKYL GROSSIST NPV	162 600.00	232 769.80	0.10
Total Sweden		1 332 835.36	0.56
United Kingdom			
GBP BARCLAYS ORD GBP0.25	258 165.00	3 374 222.59	1.41
GBP BP ORD USD0.25	248 637.00	3 405 538.06	1.42
GBP CADBURY SCHWEPPE'S ORD GBP0.125	130 000.00	1 880 179.74	0.79
GBP ITV ORD GBP0.10	546 657.00	1 086 317.18	0.45
GBP KINGFISHER ORD GBP0.157142857	243 353.00	860 408.28	0.36
GBP PRUDENTIAL ORD GBP0.05	112 165.00	1 768 052.29	0.74
GBP ROYAL BK SCOT GRP ORD GBP0.25	255 214.00	2 719 475.49	1.14
GBP VODAFONE GROUP ORD USD0.11428571	1 372 572.00	5 805 658.38	2.43
Total United Kingdom		20 899 852.01	8.74
United States			
USD AIR PRODS & CHEMS INC COM	25 900.00	2 896 166.80	1.21
USD AMERICAN INTL GROUP INC COM	36 700.00	2 408 682.53	1.01
USD AMGEN INC COM	13 800.00	860 844.17	0.36
USD ANALOG DEVICES INC COM	63 500.00	2 206 762.10	0.92
USD AT&T INC COM	74 600.00	3 218 318.64	1.35
USD BANK OF AMERICA CORPORATION COM	59 936.00	3 121 651.28	1.31
USD BK OF NY MELLON CP COM STK USD0.01	65 400.00	3 541 360.17	1.48
USD BORG WARNER INC COM	27 400.00	2 988 724.06	1.25
USD BRISTOL MYERS SQUIBB CO COM	78 900.00	2 639 501.00	1.10
USD CERNER CORP COM	27 400.00	1 848 424.21	0.77
USD CITIGROUP INC COM	98 600.00	3 707 100.19	1.55
USD DELL INC COM	72 500.00	2 008 749.31	0.84
USD DOW JONES & CO INC COM	21 500.00	1 450 405.86	0.61
USD EBAY INC COM	53 900.00	2 040 494.81	0.85
USD ENERGY CONVERSION DEVICES INC COM	31 800.00	928 831.05	0.39
USD GENERAL ELECTRIC CO COM	200 600.00	8 672 203.70	3.64
USD GENZYME CORP COM USD0.01	23 100.00	1 954 253.45	0.82
USD HEADWATERS INC COM	150 800.00	2 043 128.88	0.85
USD INTEL CORP COM	207 400.00	6 107 022.42	2.56
USD JOHNSON & JOHNSON COM	37 200.00	2 845 124.71	1.19
USD JOHNSON CTLS INC COM	73 000.00	3 183 085.51	1.33
USD KIMBERLY CLARK CORP COM	29 700.00	2 340 923.72	0.98
USD MASCO CORP COM	60 000.00	1 517 443.20	0.63
USD MCGRAW HILL COS INC COM	26 800.00	1 485 089.14	0.62
USD MEDTRONIC INC COM	42 700.00	2 451 500.62	1.03
USD MOTOROLA INC COM	77 100.00	1 390 184.59	0.58
USD NISOURCE INC COM	65 900.00	1 377 225.35	0.58
USD OFFICE DEPOT INC COM	30 800.00	596 039.04	0.25
USD OSI PHARMACEUTICALS INC COM	46 000.00	2 421 789.67	1.01
USD PROCTER & GAMBLE CO COM	35 600.00	2 974 369.32	1.24
USD RED HAT INC COM	59 800.00	1 351 694.14	0.57
USD STERICYCLE INC COM	30 300.00	2 013 271.15	0.84
USD SUNOCO INC COM	22 800.00	1 727 311.02	0.72
USD SYMANTEC CORP COM	131 100.00	2 634 728.50	1.10
USD TARGET CORP COM	50 300.00	3 410 880.38	1.43
USD UNITED NAT FOODS INC COM	38 500.00	1 273 190.17	0.53
USD UNITEDHEALTH GROUP INC COM	38 200.00	2 372 134.05	0.99
USD VCA ANTECH INC COM	40 000.00	1 852 996.86	0.78
USD WHOLE FOODS MKT INC COM	25 700.00	1 248 003.32	0.52
Total United States		95 109 609.09	39.79
Total Bearer shares		207 385 889.89	86.78
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	42 488.00	1 868 092.56	0.78
Total Netherlands		1 868 092.56	0.78
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	25 403.00	5 474 346.50	2.29
Total Switzerland		5 474 346.50	2.29
Total Other shares		7 342 439.06	3.07
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	11 554.00	2 699 891.60	1.13
EUR MUENCHENER RUECKVE NPV(REGD)	9 316.00	1 922 487.14	0.80
Total Germany		4 622 378.74	1.93
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	168 909.00	4 098 158.21	1.71
Total Spain		4 098 158.21	1.71
Switzerland			
CHF CREDIT SUISSE GRP CHF0.04(REGD)	28 458.00	1 939 412.70	0.81
CHF HOLCIM CHF2(REGD)	17 069.00	2 079 004.20	0.87
CHF NOVARTIS AG CHF0.50(REGD)	38 745.00	2 493 240.75	1.04

Description	Quantity/ Nominal	Valuation in CHF Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
CHF SONOVA HOLDING AG	21 287.00	2 575 727.00	1.08
CHF UBS AG CHF0.1 (POST SUBDIVISION)	72 117.00	4 125 092.40	1.74
Total Switzerland		13 212 477.05	5.54
Total Registered shares		21 933 014.00	9.18
Total Transferable securities and money market instruments listed on an official stock exchange		236 661 342.95	99.03
Total investments in securities		236 661 342.95	99.03
Cash at banks, deposits on demand and deposit accounts and other liquid assets		461 632.83	0.19
Other assets and liabilities		1 874 427.49	0.78
Total net assets		238 997 403.27	100.00

UBS (Lux) Equity Fund – Emerging Markets

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		908 367 620.64	1 294 683 340.96	1 139 622 173.75
Class (EUR) B	LU0171394447			
Units outstanding		6 254 066.2810	6 139 153.6040	4 077 708.6490
Net asset value per unit in EUR		26.32	20.03	17.47
Class (USD) B	LU0171395170			
Units outstanding		19 877 290.0190	49 045 496.2010	58 968 776.1280
Net asset value per unit in USD		33.54	23.07	17.90

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), emerging markets surged and delivered a very strong return. In terms of countries, one of the strongest performers was China on the back of strong economic growth. The weakest performers were Argentina and Taiwan. At the sector level, industrials and materials were the strongest performers and consumer discretionary and information technology the weakest.

During the year under review, the subfund outperformed its benchmark, the MSCI Emerging Markets Index (r). Overall, stock selection added significant value. Country allocation was negative (underweights in China and South Africa) as was sector allocation (underweights in materials and industrials). Overweights in China Cosco, STX Pan Ocean and MTS added value at the stock level. Stock positions that detracted value were an underweight in China Mobile and overweights in Cemex and Novatek.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Brazil	16.30
South Korea	14.01
Russian Federation (CIS)	13.84
Taiwan	8.79
China	7.76
Hong Kong	7.01
South Africa	6.14
Netherlands Antilles	3.69
Indonesia	3.62
Mexico	3.36
India	3.06
Hungary	2.16
Malaysia	2.12
Turkey	1.52
Thailand	1.20
Egypt	0.83
Cayman Islands	0.80
Israel	0.70
Philippines	0.63
Jersey	0.52
United Kingdom	0.47
United States	0.42
United Arab Emirates	0.31
Luxembourg	0.28
Total	99.54

Economic Breakdown as a % of net assets	
Banks & credit institutions	18.03
Telecommunications	13.73
Petroleum	13.29
Finance & holding companies	11.67
Mining, coal & steel	10.85
Electronics & semiconductors	7.19
Mechanical engineering & industrial equipment	3.62
Traffic & transportation	3.06
Electrical devices & components	2.08
Food & soft drinks	2.00
Non-ferrous metals	1.79
Pharmaceuticals, cosmetics & medical products	1.78
Precious metals & stones	1.22
Tobacco & alcohol	1.20
Retail trade, department stores	1.04
Real estate	0.98
Internet, software & IT services	0.96
Graphic design, publishing & media	0.88
Vehicles	0.82
Computer hardware & network equipment providers	0.78
Insurance	0.76
Lodging, catering & leisure	0.50
Building industry & materials	0.47
Various capital goods	0.43
Energy & water supply	0.41
Total	99.54

Statement of Net Assets

	USD
	30.11.2007
Assets	
Investments in securities, cost	555 747 841.26
Investments in securities, unrealized appreciation (depreciation)	348 429 805.20
Total investments in securities (Note 1)	904 177 646.46
Cash at banks, deposits on demand and deposit accounts	21 334 817.56
Receivable on securities sales (Note 1)	5 808 037.03
Receivable on subscriptions	2 030 557.69
Interest receivable on liquid assets	12 806.49
Receivable on dividends	1 625 392.41
Total Assets	934 989 257.64
Liabilities	
Bank overdraft	-15 275 383.50
Interest payable on bank overdraft	-39 920.80
Payable on securities purchases (Note 1)	-9 128 671.87
Payable on redemptions	-1 254 058.32
Provisions for all-in fee (Note 2)	-848 316.40
Provisions for taxe d'abonnement (Note 3)	-75 286.11
Total provisions	-923 602.51
Total Liabilities	-26 621 637.00
Net assets at the end of the financial year	908 367 620.64

Statement of Operations

	USD
	1.12.2006–30.11.2007
Income	
Interest on liquid assets	1 049 027.72
Dividends	23 183 774.81
Income on securities lending (Note 4)	147 783.77
Total income	24 380 586.30
Expenses	
All-in fee (Note 2)	-26 607 654.86
Taxe d'abonnement (Note 3)	-540 196.70
Interest on liquid assets and bank overdraft	-988 669.39
Total expenses	-28 136 520.95
Net income on investments	-3 755 934.65
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	442 826 999.75
Realized gain (loss) on forward foreign exchange contracts	62 681.03
Total realized gain (loss) on investments	442 889 680.78
Realized gain (loss) on foreign exchange	-1 667 657.10
Total realized gain (loss)	441 222 023.68
Net realized gain (loss) of the financial year	437 466 089.03
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-41 170 440.91
Total changes in unrealized appreciation (depreciation)	-41 170 440.91
Net increase (decrease) in net assets as a result of operations	396 295 648.12

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	1 294 683 340.96
Subscriptions	445 868 079.34
Redemptions	-1 228 479 447.78
Total net subscriptions (redemptions)	-782 611 368.44
Net income on investments	-3 755 934.65
Total realized gain (loss)	441 222 023.68
Total changes in unrealized appreciation (depreciation)	-41 170 440.91
Net increase (decrease) in net assets as a result of operations	396 295 648.12
Net assets at the end of the financial year	908 367 620.64

Development of the outstanding units

	1.12.2006–30.11.2007
Class	(EUR) B
Number of units outstanding at the beginning of the financial year	6 139 153.6040
Number of units issued	3 319 901.6650
Number of units redeemed	-3 204 988.9880
Number of units outstanding at the end of the financial year	6 254 066.2810
Class	(USD) B
Number of units outstanding at the beginning of the financial year	49 045 496.2010
Number of units issued	12 552 953.1740
Number of units redeemed	-41 721 159.3560
Number of units outstanding at the end of the financial year	19 877 290.0190

Statement of Investments in Securities and other Net Assets as of 30 November 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 COMMUNICATIONS CONSTRUCTION COMPANY LTD-H	1 975 000.00	5 720 483.21	0.63
HKD	CHINA COSCO HLDGS 'H' CNY1	2 017 875.00	7 516 424.97	0.83
HKD	CHINA LIFE INSURAN 'H' CNY1	1 265 000.00	6 889 305.62	0.76
HKD	CHINA MERCHANTS BK 'H' CNY1	3 335 300.00	15 422 560.16	1.69
HKD	CHINA PETROLEUM & 'H' CNY1	8 120 000.00	12 223 700.76	1.35
HKD	CHINA SHENHUA ENER 'H' CNY1.00	757 500.00	4 490 279.88	0.49
HKD	DATANG INTL POWER 'H' CNY1	4 098 000.00	3 721 434.99	0.41
HKD	DONGFENG MOTOR GRO 'H' CNY1	7 331 100.00	5 659 299.58	0.62
HKD	GUANGZHOU R&F PROP 'H' CNY0.25(POST SUBD)	2 096 800.00	8 874 246.66	0.98
Total China			70 517 735.83	7.76
Hong Kong				
HKD	CHINA MENGNIU DAIR HKD0.1	1 616 000.00	5 801 525.93	0.64
HKD	CHINA MERCHANT HLD HKD0.10	1 400 000.00	9 081 100.51	1.00
HKD	CHINA MOBILE LTD HKD0.10	1 356 000.00	24 453 772.42	2.69
HKD	CHINA UNICOM HKD0.10	3 042 000.00	7 064 423.14	0.78
HKD	CNOOC LTD HKD0.02	9 360 000.00	17 264 315.24	1.90
Total Hong Kong			63 665 137.24	7.01
Hungary				
HUF	OTP BANK HUF100	394 311.00	19 638 191.75	2.16
Total Hungary			19 638 191.75	2.16
Indonesia				
IDR	BK RAKYAT IDR500	14 406 500.00	11 992 605.64	1.32
IDR	BUMI RESOURCES TBK IDR500	9 139 000.00	5 510 710.44	0.61
IDR	INDOSAT TBK IDR100	4 104 500.00	3 635 790.23	0.40
IDR	P.T. ASTRA INTL IDR500	1 982 500.00	5 289 488.43	0.58
IDR	TELEKOMUNIKASI IND SER'B'IDR250	5 919 500.00	6 412 266.05	0.71
Total Indonesia			32 840 860.79	3.62
Malaysia				
MYR	BUMIPUTRA-COMMERCE MYR1	2 475 000.00	7 871 154.70	0.87
MYR	GENTING BHD MYR0.10	1 946 600.00	4 570 705.90	0.50
MYR	TELEKOM MALAYSIA MYR1	2 121 100.00	6 808 702.63	0.75
Total Malaysia			19 250 563.23	2.12
Mexico				
MXN	AMERICA MOVIL SAB COM SER 'L' NPV (LVTG)	7 240 000.00	22 307 508.64	2.45
MXN	FOMENTO ECONOMICO UNITS (REP 1'B' & 4'D' SHS)	1 562 800.00	5 050 596.21	0.56
MXN	GPO FIN BANORTE COM SER'O'NPV	729 800.00	3 172 198.41	0.35
Total Mexico			30 530 303.26	3.36
Philippines				
PHP	PHILIPPINE NATL BK PHP40	5 491 296.00	5 712 745.10	0.63
Total Philippines			5 712 745.10	0.63
Russian Federation (CIS)				
USD	SBERBANK ROSSII RUB3000	3 795 000.00	16 052 850.00	1.77
Total Russian Federation (CIS)			16 052 850.00	1.77
South Africa				
ZAR	ANGLO PLATINUM LTD ZAR0.10	77 848.00	11 119 915.85	1.22
ZAR	ASPEN PHARMACARE ZAR0.1390607	855 631.00	4 531 310.50	0.50
ZAR	BARLOWORLD LTD ZAR0.05	103 647.00	1 738 339.08	0.19
ZAR	BIDVEST GROUP ORD ZAR0.05	119 875.00	2 115 965.02	0.23
ZAR	JD GROUP ZAR0.05	169 530.00	1 346 713.25	0.15
ZAR	MTN GROUP LTD ZAR0.0001	783 514.00	15 859 883.98	1.75
ZAR	NASPERS 'N' ZAR0.02	302 496.00	8 009 897.39	0.88
ZAR	STANDARD BK GR LTD ZAR0.1	717 374.00	11 080 764.95	1.22
Total South Africa			55 802 790.02	6.14
South Korea				
KRW	DAEWOO SHIPBUILDIN KRW5000	133 339.00	6 550 062.02	0.72
KRW	HANJIN HEAVY IND KRW5000	46 475.00	3 889 944.55	0.43
KRW	HYUNDAI DEPT STORE KRW5000	66 401.00	8 109 550.39	0.89
KRW	HYUNDAI HEAVY INDS KRW5000	24 299.00	12 398 121.66	1.36
KRW	KOOKMIN BANK KRW5000	196 062.00	14 132 895.33	1.56
KRW	KT&G CORPORATION KRW5000	69 944.00	5 831 513.97	0.64
KRW	LG ELECTRONICS INC KRW5000	151 441.00	15 749 929.44	1.73
KRW	POSCO KRW5000	32 974.00	21 012 579.49	2.32
KRW	SAMSUNG ELECTRONIC KRW5000	7 806.00	4 787 917.18	0.53
KRW	SAMSUNG ENGINEER KRW5000	64 793.00	7 455 960.33	0.82
KRW	SHINHAN FIN GROUP KRW5000	286 880.00	15 602 982.91	1.72
SGD	STX PAN OCEAN KRW100	3 861 000.00	8 379 844.48	0.92
KRW	STX SHIPBUILDING KRW2500	50 402.00	3 337 699.55	0.37
Total South Korea			127 239 001.30	14.01

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Taiwan			
TWD ADVANCED SEMICONDT TWD10 (ASE)	6 954 173.00	7 124 028.82	0.78
TWD ASUSTEK COMPUTER TWD10	2 276 228.00	7 126 000.50	0.78
TWD FOXCONN TECH CO TWD10	537 625.00	5 249 267.72	0.58
TWD HON HAI PRECISION TWD10	2 680 235.00	17 113 892.84	1.89
TWD MEDIATEK INC TWD10	475 117.00	6 185 268.74	0.68
TWD TAIWAN SEMICON MAN TWD10	6 902 441.00	12 965 343.91	1.43
TWD UNI-PRESIDENT ENT TWD10	9 537 600.00	12 342 533.03	1.36
Total Taiwan		68 106 335.56	7.50
Thailand			
THB KASIKORN BANK PLC THB10 (ALIEN MKT)	688 300.00	1 748 838.17	0.19
THB THAI OIL PLC THB10 (ALIEN MKT)	1 385 300.00	3 519 781.37	0.39
Total Thailand		5 268 619.54	0.58
Turkey			
TRY T IS BANKASI SER'C' TRY1	0.73	4.71	0.00
Total Turkey		4.71	0.00
United Arab Emirates			
USD DP WORLD NPV	2 154 000.00	2 821 740.00	0.31
Total United Arab Emirates		2 821 740.00	0.31
Total Bearer shares		517 446 878.33	56.97
Preference shares			
Brazil			
BRL BCO ITAU HOLDING F PRF NPV	913 300.00	25 439 395.63	2.80
BRL CEMIG CIA ENER G MG PRF BRLO.01	461 635.00	9 902 383.77	1.09
BRL CIA VALE RIO DOCE PRF'A' NPV	1 636 915.00	48 036 192.22	5.29
BRL PETROL BRASILEIROS PRF NPV	1 089 414.00	44 076 791.71	4.85
BRL USIMINAS USI SD MG PRF 'A' NPV	122 797.50	6 281 184.37	0.69
Total Brazil		133 735 947.70	14.72
Total Preference shares		133 735 947.70	14.72
Registered shares			
Turkey			
TRY T GARANTI BANKASI TRY1	1 556 707.00	13 803 638.65	1.52
Total Turkey		13 803 638.65	1.52
Total Registered shares		13 803 638.65	1.52
Depository receipts			
Brazil			
USD UNIBANCO-UNIAO DE BANCOS BRASL GDR REP PFD UT	95 750.00	14 335 690.00	1.58
Total Brazil		14 335 690.00	1.58
Egypt			
USD ORASCOM TELECOM S A E GDR REG S	96 269.00	7 508 982.00	0.83
Total Egypt		7 508 982.00	0.83
India			
USD HDFC BANK LTD ADR REPS 3 SHS	44 500.00	5 984 805.00	0.66
USD ICICI BK LTD ADR	216 900.00	13 124 619.00	1.44
USD INFOSYS TECHNOLOGIES LTD SPONSORED ADR	206 200.00	8 691 330.00	0.96
Total India		27 800 754.00	3.06
Israel			
USD TEVA PHARMA IND ADR (CNV 1 ORD ILS0.10)	141 600.00	6 319 608.00	0.70
Total Israel		6 319 608.00	0.70
Russian Federation (CIS)			
USD GAZPROM O A O SPON ADR	827 725.00	43 621 107.50	4.81
USD JSC MMC NORILSK NICKEL SPONSORED ADR	22 100.00	6 320 600.00	0.70
USD MOBILE TELESYSTEMS OJSC SPONSORED ADR	257 700.00	23 373 390.00	2.57
USD NOVATEK JT STK CO SPON GDR REG S	147 659.00	9 553 537.30	1.05
USD NOVOLIPETSK IRON SPON GDR REG S	330 689.00	13 194 491.10	1.45
USD PHARMSTANDARD GDR REP 1 ORD RUB1 REGS'	224 444.00	5 296 878.40	0.58
USD TRUBNAYA METALLURGICHESKAYA KOMPANYA OAO-GDR-REG-S	190 900.00	8 304 150.00	0.91
Total Russian Federation (CIS)		109 664 154.30	12.07
Taiwan			
USD ASIA CEMENT CORP-GDR	291 289.00	4 243 563.11	0.47
USD AU OPTRONICS CORP SPONSORED ADR	384 268.00	7 527 810.12	0.83
Total Taiwan		11 771 373.23	1.30

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Thailand			
THB BK OF AYUDHYA THB10(NVDR)	3 696 800.00	3 003 530.54	0.33
THB KASIKORNBANK PLC THB10 (NVDR)	1 028 600.00	2 613 475.15	0.29
Total Thailand		5 617 005.69	0.62
Total Depository receipts		183 017 567.22	20.15
Certificates on shares			
United States			
USD CITIGROUP GLOBAL MKTS INC/JET AIRWAYS IPC 05-20.01.10	182 585.00	3 823 341.42	0.42
Total United States		3 823 341.42	0.42
Total Certificates on shares		3 823 341.42	0.42
Equity Linked Notes on Shares			
Jersey			
USD JP MORGAN INTL DERIV/ STEEL AUTHOR INDIA ELN 06-20.10.09	728 593.00	4 754 931.22	0.52
Total Jersey		4 754 931.22	0.52
Total Equity Linked Notes on Shares		4 754 931.22	0.52
Total Transferable securities and money market instruments listed on an official stock exchange		856 582 304.54	94.30
Derivative instruments listed on an official stock exchange			
Warrants on shares			
Cayman Islands			
USD MORGAN STANLEY/BHARTI AIRT LEPO CALL WT 0.00001 06-29.05.09	307 150.00	7 282 458.68	0.80
Total Cayman Islands		7 282 458.68	0.80
Luxembourg			
USD MERRILL LYNCH/BHARTI AIRTEL CALL WRT 0.000001 06-17.03.11	107 758.00	2 554 918.39	0.28
Total Luxembourg		2 554 918.39	0.28
Netherlands Antilles			
USD MERRILL L/JAIPRAKASH ASSOC CALL WARRANT 0.000001 05-01.07.10	90 525.00	4 150 214.29	0.46
USD MERRILL LYNCH/BHARAT HEAVY CALL WARRANT 0.000001 05-01.09.10	60 949.00	4 121 459.82	0.45
USD MERRILL LYNCH/UNITED SPIRITS CALL WARRA 0.000001 06-05.10.11	150 079.00	7 831 377.88	0.86
USD ML/RELIANCE INDUSTRIES CALL WARRANT 0.000001 04-15.07.09	241 553.00	17 383 586.43	1.92
Total Netherlands Antilles		33 486 638.42	3.69
United Kingdom			
USD DTE BANK LDN/ITC-144A LEPO CALL WARRANT 0.000001 07-24.01.17	898 600.00	4 271 326.43	0.47
Total United Kingdom		4 271 326.43	0.47
Total Warrants on shares		47 595 341.92	5.24
Total Derivative instruments listed on an official stock exchange		47 595 341.92	5.24
Total investments in securities		904 177 646.46	99.54
Cash at banks, deposits on demand and deposit accounts and other liquid assets		21 334 817.56	2.35
Bank overdraft and other short-term liabilities		-15 275 383.50	-1.68
Other assets and liabilities		-1 869 459.88	-0.21
Total net assets		908 367 620.64	100.00

UBS (Lux) Equity Fund

– Emerging Markets Infrastructure

Annual Report as of 30 November 2007

Most important figures

Date	ISIN	30.11.2007
Net assets in USD		319 107 455.27
Class B¹	LU0322492728	
Units outstanding		3 320 257.7440
Net asset value per unit in USD		96.11

¹ Initial subscription: 31.10.2007

Report of the Portfolio Manager

The subfund was launched on 31 October 2007, so no meaningful report is possible.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Russian Federation (CIS)	17.98
Hong Kong	12.47
Brazil	9.06
Cayman Islands	6.27
Indonesia	5.39
China	4.94
United States	4.06
Egypt	3.35
Netherlands	3.19
Netherlands Antilles	3.08
South Africa	2.83
United Kingdom	2.81
Mexico	2.74
Jersey	2.54
Philippines	2.37
Singapore	2.16
South Korea	1.93
Thailand	1.91
Luxembourg	1.62
Turkey	1.01
United Arab Emirates	0.91
Ireland	0.05
Total	92.67

Economic Breakdown as a % of net assets	
Finance & holding companies	17.76
Mining, coal & steel	14.97
Telecommunications	13.97
Petroleum	8.31
Traffic & transportation	7.13
Miscellaneous unclassified companies	5.07
Building industry & materials	4.73
Real estate	4.57
Mechanical engineering & industrial equipment	3.49
Energy & water supply	3.12
Miscellaneous services	3.08
Banks & credit institutions	2.91
Non-ferrous metals	1.59
Investment funds & pension foundations	1.13
Vehicles	0.84
Total	92.67

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	304 841 962.01
Investments in securities, unrealized appreciation (depreciation)	-9 101 472.93
Total investments in securities (Note 1)	295 740 489.08
Cash at banks, deposits on demand and deposit accounts	21 561 420.54
Receivable on subscriptions	1 942 840.78
Receivable on dividends	189 536.55
Total Assets	319 434 286.95
Liabilities	
Payable on redemptions	-14 750.69
Provisions for all-in fee (Note 2)	-285 633.14
Provisions for taxe d'abonnement (Note 3)	-26 447.85
Total provisions	-312 080.99
Total Liabilities	-326 831.68
Net assets at the end of the period	319 107 455.27

Statement of Operations

	USD
Income	31.10.2007–30.11.2007
Dividends	267 434.06
Total income	267 434.06
Expenses	
All-in fee (Note 2)	-557 719.66
Taxe d'abonnement (Note 3)	-26 447.85
Total expenses	-584 167.51
Net income on investments	-316 733.45
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	-946.91
Realized gain (loss) on forward foreign exchange contracts	-58 096.36
Total realized gain (loss) on investments	-59 043.27
Realized gain (loss) on foreign exchange	70 568.91
Total realized gain (loss)	11 525.64
Net realized gain (loss) of the period	-305 207.81
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-9 101 472.93
Total changes in unrealized appreciation (depreciation)	-9 101 472.93
Net increase (decrease) in net assets as a result of operations	-9 406 680.74

Statement of Changes in Net Assets

	USD
	31.10.2007–30.11.2007
Net assets at the beginning of the period	0.00
Subscriptions	330 702 012.17
Redemptions	-2 187 876.16
Total net subscriptions (redemptions)	328 514 136.01
Net income on investments	-316 733.45
Total realized gain (loss)	11 525.64
Total changes in unrealized appreciation (depreciation)	-9 101 472.93
Net increase (decrease) in net assets as a result of operations	-9 406 680.74
Net assets at the end of the period	319 107 455.27

Development of the outstanding units

	31.10.2007–30.11.2007
Class	B
Number of units outstanding at the beginning of the period	0.0000
Number of units issued	3 343 214.9920
Number of units redeemed	-22 957.2480
Number of units outstanding at the end of the period	3 320 257.7440

Statement of Investments in Securities and other Net Assets as of 30 November 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			
China			
HKD CHINA COMMUNICATIONS CONSTRUCTION COMPANY LTD-H	1 817 000.00	5 259 196.74	1.65
HKD CHINA PETROLEUM & 'H'CNY1	3 128 000.00	4 705 570.67	1.47
HKD DATANG INTL POWER 'H'CNY1	2 638 000.00	2 393 933.87	0.75
HKD GUANGZHOU R&F PROP 'H'CNY0.25(POST SUBD)	807 600.00	3 415 620.99	1.07
Total China		15 774 322.27	4.94
Hong Kong			
HKD CHINA INFRASTR MACH HKD0.1	1 410 000.00	2 685 783.23	0.84
HKD CHINA MERCHANT HLD HKD0.10	474 000.00	3 072 470.09	0.96
HKD CHINA O/SEAS LAND HKD0.10	1 208 000.00	2 722 760.18	0.85
HKD CHINA RES PWR HLDG HKD1	824 000.00	2 823 946.19	0.88
HKD CHINA UNICOM HKD0.10	1 352 000.00	3 137 567.39	0.98
HKD CNOOC LTD HKD0.02	2 937 000.00	5 413 477.43	1.70
HKD COSCO PACIFIC HKD0.10	2 136 000.00	5 922 061.92	1.88
HKD NWS HOLDINGS LTD HKD1	1 070 000.00	3 708 219.95	1.16
HKD PACIFIC BASIN SHIP USD0.1	2 415 000.00	4 959 696.05	1.55
Total Hong Kong		34 445 982.43	10.80
Indonesia			
IDR BUMI RESOURCES TBK IDR500	9 736 000.00	5 870 694.48	1.84
IDR INDOSAT TBK IDR100	3 322 500.00	2 943 090.04	0.92
IDR SEMEN GRESIK(PERS) IDR100	4 812 000.00	3 055 646.08	0.96
IDR TELEKOMUNIKASI IND SER'B'IDR250	2 451 500.00	2 655 573.99	0.83
IDR UTD TRACTORS IDR250	2 219 500.00	2 664 821.59	0.84
Total Indonesia		17 189 826.18	5.39
Mexico			
MXN AMERICA MOVIL SAB COM SER 'L' NPV (LVTG)	1 000 000.00	3 004 486.56	0.94
MXN DESARROLLADORA HOM COM NPV	379 000.00	3 037 460.76	0.95
Total Mexico		6 041 947.32	1.89
Philippines			
PHP AYALA LAND INC PHP1	7 891 300.00	2 813 379.89	0.88
PHP MANILA ELECTRIC CO PHP10	1 077 850.00	1 826 864.40	0.57
PHP PNOOC ENERGY DEVELOPMENT CORP	18 075 000.00	2 915 663.35	0.92
Total Philippines		7 555 907.64	2.37
Singapore			
SGD ASCENDAS INDIA TRUST	4 049 000.00	4 059 919.78	1.27
SGD MIDAS HLDGS SGD0.04	2 848 000.00	2 835 986.45	0.89
Total Singapore		6 895 906.23	2.16
South Africa			
ZAR BARLOWORLD LTD ZAR0.05	161 434.00	2 757 280.17	0.86
ZAR MTN GROUP LTD ZAR0.0001	163 398.00	3 310 496.02	1.04
ZAR MURRAY & ROBERTS ZAR0.10	221 395.00	2 966 450.47	0.93
Total South Africa		9 034 226.66	2.83
Thailand			
THB THAI OIL PLC THB10(ALIEN MKT)	1 266 300.00	3 218 613.86	1.01
Total Thailand		3 218 613.86	1.01
United Arab Emirates			
USD DP WORLD NPV	2 250 000.00	2 902 500.00	0.91
Total United Arab Emirates		2 902 500.00	0.91
Total Bearer shares		103 059 232.59	32.30
Registered shares			
Mexico			
MXN CORP GEO SA DE CV SER'B' NPV	886 000.00	2 692 833.87	0.84
Total Mexico		2 692 833.87	0.84
Total Registered shares		2 692 833.87	0.84
Depository receipts			
Brazil			
USD COMPANHIA VALE DO RIO DOCE SPON ADR PFD	646 300.00	18 884 886.00	5.92
USD PETROLEO BRASILEIRO SA PETROBR SPONSORED ADR	86 700.00	7 079 055.00	2.22
Total Brazil		25 963 941.00	8.14
Egypt			
USD ORASCOM CONSTR IND GDS EA REP 2 ORD EGP5(REGS)	33 500.00	6 030 000.00	1.89
USD ORASCOM TELECOM S A E GDR REG S	60 600.00	4 654 080.00	1.46
Total Egypt		10 684 080.00	3.35

The notes are an integral part of the financial statements.

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Russian Federation (CIS)			
USD EVRAZ GROUP SA GDR EACH REPR 1/3 ORD REGS	158 850.00	11 596 050.00	3.64
USD GAZPROM O A O SPON ADR	117 300.00	6 099 600.00	1.91
USD JSC MMC NORILSK NICKEL SPONSORED ADR	17 400.00	5 080 800.00	1.59
USD JSFC SISTEMA SPON GDR REG S	77 400.00	3 041 820.00	0.95
USD MOBILE TELESYSTEMS OJSC SPONSORED ADR	86 500.00	7 796 245.00	2.44
USD NOVATEK JT STK CO SPON GDR REG S	49 650.00	3 187 530.00	1.00
USD NOVOLIPETSK IRON SPON GDR REG S	136 600.00	5 259 100.00	1.65
USD OPEN JT STK CO-VIMPEL COMMUNIC SPONSORED ADR	99 300.00	3 397 053.00	1.06
USD PIK GROUP OJSC GDR EACH REPR 1 ORD 'REGS'	215 197.00	6 369 831.20	2.00
USD TRUBNAYA METALLURGICHESKAYA KOMPANYA OAO-GDR-REG-S	133 800.00	5 619 600.00	1.76
Total Russian Federation (CIS)		57 447 629.20	18.00
South Korea			
USD POSCO SPONSORED ADR	39 500.00	6 174 640.00	1.93
Total South Korea		6 174 640.00	1.93
Thailand			
THB TOTAL ACCESS COMMU THB2 (NVDR)	2 701 400.00	2 874 254.47	0.90
Total Thailand		2 874 254.47	0.90
Turkey			
USD TURKCELL ILETISIM HIZMETLERI SPON ADR NEW	119 900.00	3 237 300.00	1.01
Total Turkey		3 237 300.00	1.01
Total Depository receipts		106 381 844.67	33.33
Certificates on shares			
Jersey			
USD JP MORGAN INTL/CCC LTD IPC 07-05.10.12	12 300.00	292 495.27	0.09
USD JP MORGAN INTL/INFRA DEVELOP FINANCE IPC 05-04.08.08	61 700.00	318 807.97	0.10
USD JP MORGAN INTL/NTPC LTD IPC 07-04.10.12	25 200.00	150 259.49	0.05
USD JP MORGAN INTL/SUZLON ENERGY IPC 05-14.10.08	10 400.00	495 675.20	0.15
Total Jersey		1 257 237.93	0.39
Netherlands			
USD ABN AMRO BANK NV/NTPC LIMITED EC 04-30.06.09	57 000.00	339 872.65	0.11
Total Netherlands		339 872.65	0.11
United States			
USD CITIGROUP GLOBAL MKTS INC/TATA POWER IPC 04-20.01.09	2 500.00	74 643.80	0.02
Total United States		74 643.80	0.02
Total Certificates on shares		1 671 754.38	0.52
Equity Linked Notes on Shares			
Jersey			
USD JP MORGAN INTL DERIVATIVES/NAGARIJUNA CONSTR ELN 06-27.01.09	651 365.00	5 054 592.40	1.58
Total Jersey		5 054 592.40	1.58
Total Equity Linked Notes on Shares		5 054 592.40	1.58
Total Transferable securities and money market instruments listed on an official stock exchange		218 860 257.91	68.57
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Depository receipts			
Brazil			
USD CYRELA BRAZIL REAL SPON ADR EA REP 10 ORD NPV	9 200.00	2 939 400.00	0.92
Total Brazil		2 939 400.00	0.92
Total Depository receipts		2 939 400.00	0.92
Certificates on shares			
Jersey			
USD JP MORGAN INTL DERIVATIVES LTD/TATA POWER EC 28.03.12	60 400.00	1 803 394.27	0.57
Total Jersey		1 803 394.27	0.57
Total Certificates on shares		1 803 394.27	0.57
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		4 742 794.27	1.49

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Derivative instruments listed on an official stock exchange			
Warrants on shares			
Cayman Islands			
USD MORGAN STANLEY/ABG SHI LEPO CALL WARRANT 0.00001 07-18.11.10	145 000.00	3 656 354.81	1.15
USD MORGAN STANLEY/BHARTI AIRT LEPO CALL WT 0.00001 06-29.05.09	325 009.00	7 754 154.94	2.42
USD MORGAN STANLEY/DLF LIMITED CALL WARRANT-REG-S 07-18.06.10	150 435.00	3 559 340.28	1.12
USD MORGAN STANLEY/PATEL LEPO CALL WARRANTS 0.00001 07-18.11.10	74 000.00	1 427 562.73	0.45
USD MORGAN STANLEY/VOLTAS LTD LEPO CALL WT 0.000001 07-02.04.10	580 394.00	3 596 818.19	1.13
Total Cayman Islands		19 994 230.95	6.27
Hong Kong			
USD MS ASIA/ACC-144A-REG S LEPO CALL WARRANT 0.00010 07-22.10.12	113 200.00	3 112 683.04	0.97
USD MS ASIA/JAIPRAK-144A-REG S LEPO CALL WRT 0.00010 07-22.10.12	48 400.00	2 218 307.91	0.70
Total Hong Kong		5 330 990.95	1.67
Luxembourg			
USD CITIGROUP GLOBAL MKTS/INDIA SUZLON CALL WARRANT 06-20.01.10	46 550.00	2 218 623.13	0.70
USD MERRILL LYNCH/TRANSNEFT LEPO CALL WARRANT 0.00001 14.09.10	1 476.00	2 948 155.43	0.92
Total Luxembourg		5 166 778.56	1.62
Netherlands			
USD BNP PARIBAS ARBIT IS BV/HYUNDAI HEAVY 0.000001 07-01.04.10	7 997.00	4 080 323.50	1.28
USD BNP PARIBAS ARBIT IS BV/SAMSUNG ENG 0.000001 07-01.04.10	49 994.00	5 752 987.01	1.80
Total Netherlands		9 833 310.51	3.08
Netherlands Antilles			
USD MERRILL L/JAIPRAKASH ASSOC CALL WARRANT 0.000001 05-01.07.10	102 255.00	4 686 633.78	1.46
USD MERRILL LYNCH/ABG SHIPYARD CALL WARRANT 0.000001 07-16.04.12	97 116.00	2 448 900.37	0.77
USD MERRILL LYNCH/BHARAT HEAVY CALL WARRANT 0.000001 05-01.09.10	27 719.00	1 880 320.51	0.59
USD MERRILL LYNCH/PATEL LEPO CALL WARRANT 0.000001 07-07.03.11	42 558.00	821 002.90	0.26
Total Netherlands Antilles		9 836 857.56	3.08
United Kingdom			
USD DEUTSCHE BK LDN/DAEWOO SHIP & MAR WRT 0.00001 07-17.01.12	81 495.00	4 003 309.72	1.25
USD DEUTSCHE BK LDN/HANJIN HEAVY CALL WARRANT 0.0001 07-17.01.12	59 132.00	4 949 332.03	1.56
Total United Kingdom		8 952 641.75	2.81
United States			
USD CITIGROUP GLOBAL MKTS/CTF INFRASTR CALL WARRANT 05-20.01.10	536 150.00	2 770 322.40	0.87
USD CITIGROUP GLOBAL MKTS/MPC GAMUDA CALL WARRANT 03-17.01.12	2 401 987.00	3 132 560.09	0.98
USD CITIGROUP GLOBAL MKTS/NAT THER POW CALL WARRANT 04-20.01.09	428 700.00	2 556 200.10	0.80
USD CITIGROUP GLOBAL MKTS/TELEKOM MALAY CALL WARRANT 02-20.01.10	942 836.00	3 031 897.81	0.95
USD MERRILL LYNCH/ACC LIMITED 0.000001 06-12.07.11	50 067.00	1 376 195.43	0.43
Total United States		12 867 175.83	4.03
Total Warrants on shares		71 981 986.11	22.56
Total Derivative instruments listed on an official stock exchange		71 981 986.11	22.56
Derivative instruments not listed on an official stock exchange and not traded on another regulated market			
Warrants on shares			
Ireland			
USD MORGAN ST/BHARAT HEAVY LEPO CALL WARRANT 0.00001 07-22.10.12	2 300.00	155 450.79	0.05
Total Ireland		155 450.79	0.05
Total Warrants on shares		155 450.79	0.05
Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market		155 450.79	0.05
Total investments in securities		295 740 489.08	92.67
Cash at banks, deposits on demand and deposit accounts and other liquid assets		21 561 420.54	6.76
Other assets and liabilities		1 805 545.65	0.57
Total net assets		319 107 455.27	100.00

UBS (Lux) Equity Fund – Euro Countries

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		2 472 992 288.06	2 593 006 232.10	2 817 517 342.44
Class B	LU0089880644			
Units outstanding		15 398 441.6860	17 966 574.0450	23 661 669.5980
Net asset value per unit in EUR		160.60	144.32	119.07
Class BG	LU0168503737			
Units outstanding		N/A	N/A	9 055.4990
Net asset value per unit in EUR		N/A	N/A	12.72

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), following four consecutive years of growth, performance was weaker as the sub-prime crisis and the resilience of the global economy became a concern. The strongest sectors in the underlying Index were automobiles & components and technology hardware. The weakest sectors were real estate and commercial services.

During the year under review, the subfund underperformed its benchmark, the MSCI EMU (r) Index. Stock selection in utilities and telecommunications services were the most significant positive factors. At a stock level, the largest contributions came from France Télécom and E.ON and the underweight to Alcatel. At a sector level, the most significant detractor from performance was stock selection within automobiles. Our overweight exposure to Bank of Ireland, CRH and ST Microelectronics was detrimental, as was the underweight to Nokia.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Germany	27.65
France	27.39
Spain	11.04
Netherlands	9.59
Italy	8.68
Finland	5.48
Ireland	3.35
Greece	2.33
Luxembourg	2.02
Belgium	1.07
Switzerland	0.61
Austria	0.07
Total	99.28

Economic Breakdown as a % of net assets	
Banks & credit institutions	22.81
Telecommunications	10.72
Energy & water supply	9.85
Petroleum	6.79
Insurance	5.00
Vehicles	4.83
Various capital goods	4.64
Building industry & materials	4.54
Pharmaceuticals, cosmetics & medical products	4.30
Electronics & semiconductors	3.21
Retail trade, department stores	2.72
Miscellaneous consumer goods	2.50
Forestry, paper & pulp products	2.22
Graphic design, publishing & media	2.13
Mining, coal & steel	2.02
Tobacco & alcohol	1.76
Traffic & transportation	1.72
Internet, software & IT services	1.62
Textiles, garments & leather goods	1.52
Rubber & tyres	1.20
Finance & holding companies	1.00
Mechanical engineering & industrial equipment	1.00
Food & soft drinks	0.36
Miscellaneous services	0.35
Chemicals	0.20
Lodging, catering & leisure	0.16
Electrical devices & components	0.11
Total	99.28

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	1 930 923 657.82
Investments in securities, unrealized appreciation (depreciation)	524 399 705.69
Total investments in securities (Note 1)	2 455 323 363.51
Cash at banks, deposits on demand and deposit accounts	21 425 568.87
Receivable on securities sales (Note 1)	896 795.95
Receivable on subscriptions	4 354 359.11
Interest receivable on liquid assets	45 057.68
Receivable on dividends	857 916.16
Total Assets	2 482 903 061.28
Liabilities	
Payable on redemptions	-8 112 987.64
Provisions for all-in fee (Note 2)	-1 592 822.43
Provisions for taxe d'abonnement (Note 3)	-204 963.15
Total provisions	-1 797 785.58
Total Liabilities	-9 910 773.22
Net assets at the end of the financial year	2 472 992 288.06

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	2 222 895.40
Dividends	94 030 443.34
Income on securities lending (Note 4)	4 508 403.06
Total income	100 761 741.80
Expenses	
All-in fee (Note 2)	-41 947 655.60
Taxe d'abonnement (Note 3)	-1 387 090.99
Interest on liquid assets and bank overdraft	-815 683.82
Total expenses	-44 150 430.41
Net income on investments	56 611 311.39
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	299 602 930.78
Realized gain (loss) on financial futures	7 884 591.97
Total realized gain (loss) on investments	307 487 522.75
Realized gain (loss) on foreign exchange	283 108.76
Total realized gain (loss)	307 770 631.51
Net realized gain (loss) of the financial year	364 381 942.90
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-41 468 030.67
Unrealized appreciation (depreciation) on financial futures	447 870.50
Total changes in unrealized appreciation (depreciation)	-41 020 160.17
Net increase (decrease) in net assets as a result of operations	323 361 782.73

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	2 593 006 232.10
Subscriptions	898 889 001.45
Redemptions	-1 342 264 728.22
Total net subscriptions (redemptions)	-443 375 726.77
Net income on investments	56 611 311.39
Total realized gain (loss)	307 770 631.51
Total changes in unrealized appreciation (depreciation)	-41 020 160.17
Net increase (decrease) in net assets as a result of operations	323 361 782.73
Net assets at the end of the financial year	2 472 992 288.06

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	17 966 574.0450
Number of units issued	5 799 836.3210
Number of units redeemed	-8 367 968.6800
Number of units outstanding at the end of the financial year	15 398 441.6860

Statement of Investments in Securities and other Net Assets as of 30 November 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 ANDRITZ AG NPV(BR)	42 672.00	1 800 758.40	0.07
Total Austria		1 800 758.40	0.07
Belgium			
EUR FORTIS UNIT(FORTIS SA/NV NPV/0.42)	1 361 781.00	24 934 210.11	1.01
EUR KBC GROUP NV NPV	14 994.00	1 424 430.00	0.06
Total Belgium		26 358 640.11	1.07
Finland			
EUR CARGOTEC CORP NPV ORD 'B'	49 680.00	1 785 002.40	0.07
EUR KONE CORPORATION NPV ORD 'B'	135 681.00	6 976 717.02	0.28
EUR KONECRANES OYJ NPV	285 227.00	7 458 686.05	0.30
EUR NOKIA OYJ EURO.06	2 024 891.00	55 218 777.57	2.24
EUR STORA ENSO OYJ NPV SER'R'	3 756 165.00	42 294 417.90	1.71
EUR TIETOENATOR OYJ ORD NPV	82 020.00	1 203 233.40	0.05
EUR UPM-KYMMENE CORP NPV	741 131.00	10 694 520.33	0.43
EUR WARTSILA OYJ ABP SER'B'EUR3.50	99 300.00	5 193 390.00	0.21
EUR YIT CORP EURO.5	287 270.00	4 596 320.00	0.19
Total Finland		135 421 064.67	5.48
France			
EUR ALSTOM EUR14 (POST-CONSOLIDATION)	18 246.00	2 794 739.82	0.11
EUR AXA EUR2.29	2 522 321.00	70 448 425.53	2.85
EUR BNP PARIBAS EUR2	623 744.00	48 121 849.60	1.95
EUR CAP GEMINI EUR8	31 644.00	1 258 798.32	0.05
EUR CIE DE ST-GOBAIN EUR4	98 819.00	6 645 577.75	0.27
EUR ESSILOR INTL EURO.18	128 782.00	5 515 733.06	0.22
EUR FRANCE TELECOM EUR4	3 337 106.00	86 597 900.70	3.50
EUR GAZ DE FRANCE EUR1	507 860.00	19 430 723.60	0.79
EUR L'OREAL EURO.20	87 517.00	8 307 988.81	0.34
EUR LAFARGE EUR4	191 578.00	20 857 096.86	0.84
EUR LVMH MOET HENNESSY EURO.30	243 276.00	20 177 311.44	0.82
EUR PERNOD RICARD NPV	68 771.00	10 408 490.85	0.42
EUR PPR EUR4	61 463.00	7 070 088.89	0.29
EUR RENAULT SA EUR3.81	164 826.00	16 391 945.70	0.66
EUR SANOFI-AVENTIS EUR2	1 044 774.00	67 920 757.74	2.75
EUR SOC GENERALE EUR1.25	247 437.00	26 124 398.46	1.06
EUR SUEZ EUR2	1 501 544.00	68 290 221.12	2.76
EUR TOTAL EUR2.5 (POST SUBDIVISION)	2 413 125.00	133 276 893.75	5.38
EUR VALLOUREC USIN A T EUR4 (POST SUBDIVISION)	55 521.00	10 731 654.09	0.43
EUR VINCI EUR2.50 (POST SUBDIVISION)	283 477.00	15 440 992.19	0.62
EUR VIVENDI SA EUR5.50	271 803.00	8 531 896.17	0.35
Total France		654 343 484.45	26.46
Germany			
EUR ADIDAS AG NPV	245 448.00	11 160 520.56	0.45
EUR BAYER AG ORD NPV	89 515.00	5 043 275.10	0.20
EUR BILFINGER BERGER NPV	22 510.00	1 249 755.20	0.05
EUR CONTINENTAL AG ORD NPV	134 931.00	11 996 715.21	0.49
EUR E.ON AG NPV	768 227.00	107 029 385.64	4.33
EUR HOCHTIEF AG NPV	23 626.00	2 130 828.94	0.09
EUR METRO AG ORD NPV	761 651.00	47 062 415.29	1.90
EUR RHEINMETALL AG NPV	26 165.00	1 477 014.25	0.06
EUR RWWE AG (NEU) NPV	154 620.00	14 438 415.60	0.58
EUR SAP AG ORD NPV	1 033 918.00	36 125 094.92	1.46
Total Germany		237 713 420.71	9.61
Greece			
EUR ALPHA BANK EUR3.90(CR)	619 002.00	14 385 606.48	0.58
EUR HELLENIC TECHNODOM EURO.81(REGD)	229 647.00	2 066 823.00	0.08
EUR OPAP(ORG OF FOOTB) EURO.30 (CR)	146 079.00	3 879 858.24	0.16
EUR OTE(HELLENIC TLCM) EUR2.39(CR)	329 907.00	8 155 301.04	0.33
Total Greece		28 487 588.76	1.15
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	3 138 392.00	34 208 472.80	1.38
EUR CRH ORD EURO.32(DUBLIN LISTING)	1 590 828.00	41 091 087.24	1.66
Total Ireland		75 299 560.04	3.04
Italy			
EUR ATLANTIA SPA EUR1	122 584.00	3 183 506.48	0.13
EUR BANCO POPOLARE EUR3.60	213 794.00	3 286 013.78	0.13
EUR ENI EUR1	1 418 467.00	34 568 040.79	1.40
EUR FIAT SPA EUR5	283 537.00	5 315 468.14	0.21
EUR INTESA SANPAOLO	14 904 268.00	81 228 260.60	3.28
EUR SNAM RETE GAS EUR1	5 923 093.00	25 706 223.62	1.04
EUR TELECOM ITALIA SPA EURO.55	11 700 315.00	25 424 784.50	1.03
EUR UNICREDITO ITALIAN EURO.50	6 192 580.00	36 053 200.76	1.46
Total Italy		214 765 498.67	8.68

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Netherlands			
EUR AHOLD(KON)NV EURO.30	1 346 552.00	13 075 019.92	0.53
EUR ASML HOLDING NV	1 378 843.00	32 719 944.39	1.32
EUR PHILIPS ELEC(KON) EURO.20	750 095.00	21 497 722.70	0.87
EUR RANDSTAD HLDGS NV EURO.10	338 727.00	10 984 916.61	0.44
EUR REED ELSEVIER NV EURO.06	3 372 529.00	42 426 414.82	1.72
EUR STMICROELECTRONICS EUR1.04	2 401 581.00	25 192 584.69	1.02
EUR TNT NV EURO.48	620 030.00	17 354 639.70	0.70
EUR UNILEVER NV EURO.16	47 730.00	1 153 156.80	0.05
EUR WOLTERS KLUWER EURO.12	231 758.00	4 920 222.34	0.20
Total Netherlands		169 324 621.97	6.85
Spain			
EUR ACS ACTIVIDADES CO EURO.5	265 516.00	11 674 738.52	0.47
EUR ALTADIS SA EURO.10(REGD)	667 915.00	33 141 942.30	1.34
EUR FOM CONST Y CONTRA EUR1	94 470.00	5 455 642.50	0.22
EUR GAMESA CORP TECNO EURO.17	98 754.00	3 063 349.08	0.12
EUR GAS NATURAL SDG EUR1	135 208.00	5 688 200.56	0.23
EUR INDRA SISTEMAS SA EURO.20 SER 'A'	79 317.00	1 479 262.05	0.06
EUR SACYR VALLEHERMOSO EUR1	35 391.00	1 071 993.39	0.04
EUR TELEFONICA SA EUR1	2 607 150.00	59 729 806.50	2.43
Total Spain		121 304 934.90	4.91
Total Bearer shares		1 664 819 572.68	67.32
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	2 260 706.00	59 976 530.18	2.43
EUR UNILEVER NV CVA EURO.16	319 867.00	7 724 788.05	0.31
Total Netherlands		67 701 318.23	2.74
Switzerland			
CHF ROCHE HLDGS AG.GENUSSSCHEINE NPV	116 684.00	15 172 730.03	0.61
Total Switzerland		15 172 730.03	0.61
Total Other shares		82 874 048.26	3.35
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	1 418 226.00	53 552 213.76	2.17
Total Germany		53 552 213.76	2.17
Total Preference shares		53 552 213.76	2.17
Registered shares			
France			
EUR LAGARDERE SCA EUR6.10(REGD)	98 104.00	5 381 004.40	0.22
EUR MICHELIN (CGDE) EUR2(REGD)	217 399.00	17 615 840.97	0.71
Total France		22 996 845.37	0.93
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	378 041.00	53 303 781.00	2.16
EUR CELESIO AG NPV(REGD)	255 950.00	10 115 144.00	0.41
EUR DAIMLER AG ORD NPV(REGD)	1 298 384.00	90 302 607.20	3.65
EUR DEUTSCHE BANK AG NPV(REGD)	668 000.00	59 979 720.00	2.43
EUR DEUTSCHE BOERSE AG NPV(REGD)	96 456.00	12 367 588.32	0.50
EUR DEUTSCHE LUFTHANSA ORD NPV (REGD)(VINK)	409 819.00	7 561 160.55	0.31
EUR DEUTSCHE POST AG NPV(REGD)	624 002.00	14 483 086.42	0.59
EUR DEUTSCHE TELEKOM NPV(REGD)	1 982 835.00	29 940 808.50	1.21
EUR SIEMENS AG NPV(REGD)	1 105 851.00	114 698 865.72	4.62
Total Germany		392 752 761.71	15.88
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	633 984.00	29 099 865.60	1.18
Total Greece		29 099 865.60	1.18
Luxembourg			
EUR ARCELORMITTAL EURO.01 NEW REG SHS	990 771.00	49 944 766.11	2.02
Total Luxembourg		49 944 766.11	2.02
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	5 917 247.00	86 628 496.08	3.51
EUR BBVA(BIBL-VIZ-ARG) EURO.49	3 451 632.00	58 712 260.32	2.37
EUR INDITEX EURO.15	132 167.00	6 293 792.54	0.25
Total Spain		151 634 548.94	6.13
Total Registered shares		646 428 787.73	26.14

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Strip on shares			
Belgium			
EUR DEXIA VVPR STRIP	1 998 750.00	19 987.50	0.00
EUR FORTIS VVPR STRIP	544 712.00	5 447.12	0.00
Total Belgium		25 434.62	0.00
France			
EUR SUEZ VVPR STRIP	140 000.00	1 400.00	0.00
EUR TOTAL EUR2.5 VVPR STRIP	1 782 000.00	17 820.00	0.00
Total France		19 220.00	0.00
Total Strip on shares		44 654.62	0.00
Depository receipts			
Ireland			
USD ELAN PLC ADR	478 800.00	7 512 187.21	0.30
Total Ireland		7 512 187.21	0.30
Total Depository receipts		7 512 187.21	0.30
Total Transferable securities and money market instruments listed on an official stock exchange		2 455 231 464.26	99.28
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Other securities and rights			
Netherlands			
EUR UNILEVER NV DRIP RIGHTS XX CERTIF TECHNICAL FOR SETTLEMENT	47 730.00	11 932.50	0.00
EUR UNILEVER NV DRIP RIGHTS XX CERTIF TECHNICAL FOR SETTLEMENT	319 867.00	79 966.75	0.00
Total Netherlands		91 899.25	0.00
Total Other securities and rights		91 899.25	0.00
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		91 899.25	0.00
Total investments in securities		2 455 323 363.51	99.28
Cash at banks, deposits on demand and deposit accounts and other liquid assets		21 425 568.87	0.87
Other assets and liabilities		-3 756 644.32	-0.15
Total net assets		2 472 992 288.06	100.00

UBS (Lux) Equity Fund

– Euro Countries Opportunity

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		155 130 086.56	280 672 750.35	294 906 538.06
Class B	LU0085870433			
Units outstanding		1 917 011.7430	3 623 074.8720	4 392 678.1350
Net asset value per unit in EUR		80.92	77.47	67.14

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), equity markets were volatile. After a promising start to 2007, concerns about the US sub-prime market caused a fall in equity markets. The deterioration of the credit markets prompted central banks to inject billions into the banking system. Markets recovered during September, boosted by the Federal Reserve Board's rate cut but fell again during the fourth quarter.

During the year under review, the subfund underperformed its benchmark, the MSCI EMU (r). This was mainly due to our overweight in insurance and our underweights in automobiles & components and materials. Our overweight in technology helped performance. At the level of individual stocks, our overweights in ABN Amro and Nokia were the largest positive contributors to performance, whereas our overweight in AEGON hurt performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
France	27.26
Netherlands	23.30
Germany	16.12
Italy	9.21
Finland	7.54
Spain	6.56
Ireland	3.40
Luxembourg	3.23
Belgium	1.81
Austria	1.21
Guernsey	0.22
Total	99.86

Economic Breakdown as a % of net assets	
Telecommunications	22.52
Banks & credit institutions	13.32
Petroleum	9.88
Insurance	9.04
Traffic & transportation	7.98
Retail trade, department stores	6.74
Miscellaneous consumer goods	6.02
Pharmaceuticals, cosmetics & medical products	4.84
Investment funds & pension foundations	3.45
Energy & water supply	3.33
Electronics & semiconductors	2.48
Miscellaneous services	2.28
Graphic design, publishing & media	2.21
Vehicles	2.04
Computer hardware & network equipment providers	1.34
Aerospace industry	1.18
Finance & holding companies	0.63
Mechanical engineering & industrial equipment	0.58
Total	99.86

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	148 443 348.83
Investments in securities, unrealized appreciation (depreciation)	6 471 233.31
Total investments in securities (Note 1)	154 914 582.14
Cash at banks, deposits on demand and deposit accounts	585 378.97
Receivable on subscriptions	29 659.11
Interest receivable on liquid assets	4 834.92
Receivable on dividends	46 639.01
Total Assets	155 581 094.15
Liabilities	
Interest payable on bank overdraft	-2.19
Payable on redemptions	-311 560.59
Provisions for all-in fee (Note 2)	-127 002.98
Provisions for taxe d'abonnement (Note 3)	-12 441.83
Total provisions	-139 444.81
Total Liabilities	-451 007.59
Net assets at the end of the financial year	155 130 086.56

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	156 523.25
Dividends	8 601 604.77
Income on securities lending (Note 4)	279 049.42
Total income	9 037 177.44
Expenses	
All-in fee (Note 2)	-4 084 228.13
Taxe d'abonnement (Note 3)	-88 168.53
Interest on liquid assets and bank overdraft	-60 964.54
Total expenses	-4 233 361.20
Net income on investments	4 803 816.24
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	37 237 356.86
Realized gain (loss) on financial futures	-689 343.75
Total realized gain (loss) on investments	36 548 013.11
Realized gain (loss) on foreign exchange	1 405.37
Total realized gain (loss)	36 549 418.48
Net realized gain (loss) of the financial year	41 353 234.72
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-29 777 125.51
Unrealized appreciation (depreciation) on financial futures	37 500.00
Total changes in unrealized appreciation (depreciation)	-29 739 625.51
Net increase (decrease) in net assets as a result of operations	11 613 609.21

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	280 672 750.35
Subscriptions	43 530 557.26
Redemptions	-180 686 830.26
Total net subscriptions (redemptions)	-137 156 273.00
Net income on investments	4 803 816.24
Total realized gain (loss)	36 549 418.48
Total changes in unrealized appreciation (depreciation)	-29 739 625.51
Net increase (decrease) in net assets as a result of operations	11 613 609.21
Net assets at the end of the financial year	155 130 086.56

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	3 623 074.8720
Number of units issued	518 782.9040
Number of units redeemed	-2 224 846.0330
Number of units outstanding at the end of the financial year	1 917 011.7430

Statement of Investments in Securities and other Net Assets as of 30 November 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))	93 843.00	1 876 860.00	1.21
Total Austria		1 876 860.00	1.21
Belgium			
EUR FORTIS UNIT(FORTIS SA/NV NPV(0.42))	153 196.00	2 805 018.76	1.81
Total Belgium		2 805 018.76	1.81
Finland			
EUR NOKIA OYJ EURO.06	428 840.00	11 694 466.80	7.54
Total Finland		11 694 466.80	7.54
France			
EUR AIR FRANCE-KLM EUR8.50	74 842.00	1 839 616.36	1.19
EUR ALCATEL-LUCENT EUR2	188 773.00	1 053 353.34	0.68
EUR BUREAU VERITAS EURO.12	47 000.00	1 833 000.00	1.18
EUR CARREFOUR EUR2.50	75 540.00	3 996 821.40	2.58
EUR FRANCE TELECOM EUR4	258 429.00	6 706 232.55	4.32
EUR PPR EUR4	32 811.00	3 774 249.33	2.43
EUR SANOFI-AVENTIS EUR2	83 008.00	5 396 350.08	3.48
EUR SUEZ EUR2	113 427.00	5 158 659.96	3.33
EUR TOTAL EUR2.5 (POST SUBDIVISION)	162 671.00	8 984 319.33	5.79
EUR VIVENDI SA EUR5.50	112 899.00	3 543 899.61	2.28
Total France		42 286 501.96	27.26
Germany			
EUR BAYER MOTOREN WERK EUR1	75 929.00	3 166 239.30	2.04
Total Germany		3 166 239.30	2.04
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	240 904.00	2 625 853.60	1.69
EUR IRISH LIFE & PERM ORD EURO.32	200 959.00	2 652 658.80	1.71
Total Ireland		5 278 512.40	3.40
Italy			
EUR BANCO POPOLARE EUR3.60	389 896.00	5 992 701.52	3.86
EUR ENI EUR1	146 540.00	3 571 179.80	2.30
EUR TELECOM ITALIA SPA DI RISP EURO.55	2 770 000.00	4 728 390.00	3.05
Total Italy		14 292 271.32	9.21
Netherlands			
EUR AEGON NV	931 306.00	11 371 246.26	7.34
EUR AHOLD(KON)NV EURO.30	275 951.00	2 679 484.21	1.73
EUR ASML HOLDING NV	162 231.00	3 849 741.63	2.48
EUR CORPORATE EXPRESS EUR1.20	343 711.00	2 082 888.66	1.34
EUR HUNTER DOUGLAS NV EURO.24	17 957.00	895 874.73	0.58
EUR KON KPN NV EURO.24	194 201.00	2 439 164.56	1.57
EUR REED ELSEVIER NV EURO.06	273 059.00	3 435 082.22	2.21
EUR TNT NV EURO.48	147 005.00	4 114 669.95	2.65
Total Netherlands		30 868 152.22	19.90
Spain			
EUR CORP FINANC ALBA EUR1	19 080.00	976 896.00	0.63
EUR REPSOL YPF SA EUR1	109 866.00	2 766 425.88	1.78
EUR TELEFONICA SA EUR1	280 660.00	6 429 920.60	4.15
Total Spain		10 173 242.48	6.56
Total Bearer shares		122 441 265.24	78.93
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	198 821.00	5 274 721.13	3.40
Total Netherlands		5 274 721.13	3.40
Total Other shares		5 274 721.13	3.40
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	247 400.00	9 341 824.00	6.02
Total Germany		9 341 824.00	6.02
Total Preference shares		9 341 824.00	6.02

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Registered shares			
Germany			
EUR DEUTSCHE POST AG NPV(REGD)	276 907.00	6 427 011.47	4.14
EUR DT POSTBANK AG NPV(REGD)	66 213.00	3 968 807.22	2.56
EUR STADA ARZNEIMITTEL NPV(REGD) (VINKULIERT)	49 774.00	2 109 422.12	1.36
Total Germany		12 505 240.81	8.06
Total Registered shares		12 505 240.81	8.06
Investment certificates, closed end			
Guernsey			
USD KKR PRIVATE EQUITY INVESTORS LP	27 792.00	338 915.28	0.22
Total Guernsey		338 915.28	0.22
Total Investment certificates, closed end		338 915.28	0.22
Total Transferable securities and money market instruments listed on an official stock exchange		149 901 966.46	96.63
UCITS in accordance with Article 41 (1) e)			
Investment certificates, open end			
Luxembourg			
EUR UBS (LUX) EQUITY SICAV – SMALL CAPS EUROPE (EUR) B	25 746.65	5 012 615.68	3.23
Total Luxembourg		5 012 615.68	3.23
Total Investment certificates, open end		5 012 615.68	3.23
Total UCITS in accordance with Article 41 (1) e)		5 012 615.68	3.23
Total investments in securities		154 914 582.14	99.86
Cash at banks, deposits on demand and deposit accounts and other liquid assets		585 378.97	0.38
Other assets and liabilities		-369 874.55	-0.24
Total net assets		155 130 086.56	100.00

UBS (Lux) Equity Fund – EURO STOXX 50

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		1 092 774 699.87	1 158 515 300.24	1 233 397 710.69
Class B	LU0072912990			
Units outstanding		5 370 509.6541	6 497 876.2801	8 158 544.7911
Net asset value per unit in EUR		203.48	178.29	151.18

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the European equity markets posted solid growth and generated a positive return. Utilities, consumer and healthcare companies were the best-performing sectors within the Eurostoxx index. In contrast, banks and insurance companies together registered little advance over the year and underperformed the benchmark.

During the year under review, the subfund outperformed its benchmark, the Dow Jones EURO STOXX 50SM Index (r). Stock selection in banks and utilities provided the best contribution, with stock selection in the consumer and healthcare sectors detracting most. The most positive individual stock positions were the overweight in E.ON and the underweights in Alcatel-Lucent and Société Générale. The underweights in Nokia and BASF impacted most negatively on performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
France	35.00
Germany	30.35
Spain	12.14
Italy	9.19
Netherlands	5.93
Finland	2.87
Belgium	1.85
Luxembourg	1.72
Total	99.05

Economic Breakdown as a % of net assets	
Banks & credit institutions	25.33
Telecommunications	15.34
Energy & water supply	11.65
Petroleum	9.48
Insurance	6.78
Vehicles	6.63
Various capital goods	5.90
Chemicals	4.37
Pharmaceuticals, cosmetics & medical products	4.36
Textiles, garments & leather goods	2.28
Mining, coal & steel	1.72
Electronics & semiconductors	1.62
Internet, software & IT services	1.42
Finance & holding companies	1.11
Building industry & materials	1.06
Total	99.05

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	903 646 599.25
Investments in securities, unrealized appreciation (depreciation)	178 754 245.93
Total investments in securities (Note 1)	1 082 400 845.18
Cash at banks, deposits on demand and deposit accounts	12 274 339.56
Other liquid assets (Margins)	778 320.00
Receivable on subscriptions	1 985 451.59
Interest receivable on liquid assets	60 180.80
Receivable on dividends	149 034.43
Unrealized gain (loss) on financial futures (Note 1)	-41 060.00
Total Assets	1 097 607 111.56
Liabilities	
Payable on redemptions	-4 217 530.05
Provisions for all-in fee (Note 2)	-524 311.80
Provisions for taxe d'abonnement (Note 3)	-90 569.84
Total provisions	-614 881.64
Total Liabilities	-4 832 411.69
Net assets at the end of the financial year	1 092 774 699.87

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	680 141.68
Dividends	31 193 240.96
Income on securities lending (Note 4)	2 064 731.70
Total income	33 938 114.34
Expenses	
All-in fee (Note 2)	-13 675 976.28
Taxe d'abonnement (Note 3)	-567 125.23
Interest on liquid assets and bank overdraft	-293 451.45
Total expenses	-14 536 552.96
Net income on investments	19 401 561.38
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	98 646 641.84
Realized gain (loss) on financial futures	-786 960.34
Total realized gain (loss) on investments	97 859 681.50
Realized gain (loss) on foreign exchange	-5 429.33
Total realized gain (loss)	97 854 252.17
Net realized gain (loss) of the financial year	117 255 813.55
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	35 231 297.36
Unrealized appreciation (depreciation) on financial futures	-12 460.00
Total changes in unrealized appreciation (depreciation)	35 218 837.36
Net increase (decrease) in net assets as a result of operations	152 474 650.91

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	1 158 515 300.24
Subscriptions	118 419 133.80
Redemptions	-336 634 385.08
Total net subscriptions (redemptions)	-218 215 251.28
Net income on investments	51 210 624.18
Total realized gain (loss)	66 045 189.37
Total changes in unrealized appreciation (depreciation)	35 218 837.36
Net increase (decrease) in net assets as a result of operations	152 474 650.91
Net assets at the end of the financial year	1 092 774 699.87

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	6 497 876.2801
Number of units issued	598 490.3640
Number of units redeemed	-1 725 856.9900
Number of units outstanding at the end of the financial year	5 370 509.6541

Statement of Investments in Securities and other Net Assets as of 30 November 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)	1 106 380.00	20 257 817.80	1.85
Total Belgium		20 257 817.80	1.85
Finland			
EUR NOKIA OYJ EURO.06	1 149 067.00	31 335 057.09	2.87
Total Finland		31 335 057.09	2.87
France			
EUR AIR LIQUIDE(L') EUR5.5 (POST-SUBDIVISION)	287 352.00	28 505 318.40	2.61
EUR AXA EUR2.29	1 303 886.00	36 417 535.98	3.33
EUR BNP PARIBAS EUR2	439 120.00	33 878 108.00	3.10
EUR CIE DE ST-GOBAIN EUR4	172 446.00	11 596 993.50	1.06
EUR FRANCE TELECOM EUR4	1 714 716.00	44 496 880.20	4.07
EUR LVMH MOET HENNESSY EURO.30	300 920.00	24 958 304.80	2.28
EUR RENAULT SA EUR3.81	202 806.00	20 169 056.70	1.85
EUR SANOFI-AVENTIS EUR2	732 459.00	47 617 159.59	4.36
EUR SOC GENERALE EUR1.25	66 304.00	7 000 376.32	0.64
EUR SUEZ EUR2	1 056 133.00	48 032 928.84	4.40
EUR TOTAL EUR2.5 (POST SUBDIVISION)	1 445 569.00	79 838 775.87	7.30
Total France		382 511 438.20	35.00
Germany			
EUR BAYER AG ORD NPV	341 075.00	19 216 165.50	1.76
EUR E.ON AG NPV	429 366.00	59 819 271.12	5.47
EUR RWE AG (NEU) NPV	149 510.00	13 961 243.80	1.28
EUR SAP AG ORD NPV	443 927.00	15 510 809.38	1.42
Total Germany		108 507 489.80	9.93
Italy			
EUR ENI EUR1	974 194.00	23 741 107.78	2.17
EUR INTESA SANPAOLO	7 358 383.00	40 103 187.35	3.68
EUR TELECOM ITALIA SPA EURO.55	5 748 611.00	12 491 731.70	1.14
EUR UNICREDITO ITALIAN EURO.50	4 136 842.00	24 084 694.12	2.20
Total Italy		100 420 720.95	9.19
Netherlands			
EUR AEGON NV	656 492.00	8 015 767.32	0.73
EUR PHILIPS ELEC(KON) EURO.20	619 392.00	17 751 774.72	1.63
Total Netherlands		25 767 542.04	2.36
Spain			
EUR IBERDROLA SA EURO.75 (POST SUBDIVISION)	490 540.00	5 528 385.80	0.51
EUR TELEFONICA SA EUR1	2 094 584.00	47 986 919.44	4.39
Total Spain		53 515 305.24	4.90
Total Bearer shares		722 315 371.12	66.10
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	1 470 672.00	39 016 928.16	3.57
Total Netherlands		39 016 928.16	3.57
Total Other shares		39 016 928.16	3.57
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	210 291.00	29 651 031.00	2.71
EUR DAIMLER AG ORD NPV(REGD)	752 334.00	52 324 829.70	4.79
EUR DEUTSCHE BANK AG NPV(REGD)	370 871.00	33 300 507.09	3.05
EUR DEUTSCHE BOERSE AG NPV(REGD)	94 388.00	12 102 429.36	1.11
EUR DEUTSCHE TELEKOM NPV(REGD)	2 074 211.00	31 320 586.10	2.87
EUR SIEMENS AG NPV(REGD)	621 261.00	64 437 190.92	5.89
Total Germany		223 136 574.17	20.42
Luxembourg			
EUR ARCELORMITTAL EURO.01 NEW REG SHS	372 172.00	18 761 190.52	1.72
Total Luxembourg		18 761 190.52	1.72
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	4 264 739.00	62 435 778.96	5.71
EUR BBVA(BILB-VIZ-ARG) EURO.49	983 573.00	16 730 576.73	1.53
Total Spain		79 166 355.69	7.24
Total Registered shares		321 064 120.38	29.38

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Strip on shares			
Belgium			
EUR FORTIS VVPR STRIP	442 552.00	4 425.52	0.00
Total Belgium		4 425.52	0.00
Total Strip on shares		4 425.52	0.00
Total Transferable securities and money market instruments listed on an official stock exchange		1 082 400 845.18	99.05
Total investments in securities		1 082 400 845.18	99.05

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

EUR DJ EURO STOXX 50 INDEX FUTURE 21.12.07	193.00	-41 060.00	0.00
Total Financial Futures on Indices		-41 060.00	0.00
Total Derivative instruments listed on an official stock exchange		-41 060.00	0.00
Total Derivative instruments		-41 060.00	0.00
Cash at banks, deposits on demand and deposit accounts and other liquid assets		13 052 659.56	1.19
Other assets and liabilities		-2 637 744.87	-0.24
Total net assets		1 092 774 699.87	100.00

UBS (Lux) Equity Fund – EURO STOXX 50 advanced

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		393 169 875.62	478 514 721.19	450 606 834.78
Class B	LU0141377779			
Units outstanding		2 909 308.1130	3 952 196.9900	4 415 573.3680
Net asset value per unit in EUR		135.14	121.08	102.03
Class BG	LU0168505278			
Units outstanding		N/A	N/A	5 935.9770
Net asset value per unit in EUR		N/A	N/A	12.14

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the European equity markets continued to turn in positive performances. After share prices climbed to their highest levels for several years in the first half of the year, volatility on the equity markets increased in the second half of the year on the back of the credit crisis and the resulting drop in confidence among market participants.

During the year under review, the subfund underperformed its benchmark, the Dow Jones EUROSTOXX 50SM Index (r). Overlays on Telefonica, Société Générale, RWE and Carrefour were the main detractors from performance, while derivative strategies on Banco Santander, Philips, Aegon and AXA were the main performance contributors.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
France	32.16
Germany	27.58
Spain	13.54
Italy	12.07
Netherlands	6.39
Finland	4.60
Belgium	1.76
Luxembourg	1.72
United Kingdom	0.05
United States	-0.03
Total	99.84

Economic Breakdown as a % of net assets	
Banks & credit institutions	24.27
Telecommunications	14.31
Energy & water supply	11.46
Petroleum	8.76
Insurance	8.38
Chemicals	4.87
Vehicles	4.77
Various capital goods	3.79
Food & soft drinks	3.01
Pharmaceuticals, cosmetics & medical products	2.90
Building industry & materials	2.20
Mining, coal & steel	1.72
Miscellaneous services	1.57
Internet, software & IT services	1.36
Electronics & semiconductors	1.32
Retail trade, department stores	1.23
Miscellaneous consumer goods	1.06
Electrical devices & components	1.00
Finance & holding companies	0.94
Textiles, garments & leather goods	0.92
Total	99.84

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	310 093 116.36
Investments in securities, unrealized appreciation (depreciation)	82 431 971.31
Total investments in securities (Note 1)	392 525 087.67
Cash at banks, deposits on demand and deposit accounts	921 100.50
Receivable on securities sales (Note 1)	146 864.91
Receivable on subscriptions	936 424.55
Interest receivable on liquid assets	2 601.05
Receivable on dividends	36 573.71
Total Assets	394 568 652.39
Liabilities	
Payable on securities purchases (Note 1)	-164 495.70
Payable on redemptions	-965 072.19
Provisions for all-in fee (Note 2)	-236 622.72
Provisions for taxe d'abonnement (Note 3)	-32 586.16
Total provisions	-269 208.88
Total Liabilities	-1 398 776.77
Net assets at the end of the financial year	393 169 875.62

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	94 758.77
Dividends	12 431 406.79
Income on securities lending (Note 4)	821 711.42
Total income	13 347 876.98
Expenses	
All-in fee (Note 2)	-6 786 601.38
Taxe d'abonnement (Note 3)	-223 860.60
Interest on liquid assets and bank overdraft	-61 531.93
Total expenses	-7 071 993.91
Net income on investments	6 275 883.07
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	69 399 235.63
Realized gain (loss) on options	-632 639.58
Total realized gain (loss) on investments	68 766 596.05
Total realized gain (loss)	68 766 596.05
Net realized gain (loss) of the financial year	75 042 479.12
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-21 588 138.26
Unrealized appreciation (depreciation) on options	54 089.37
Total changes in unrealized appreciation (depreciation)	-21 534 048.89
Net increase (decrease) in net assets as a result of operations	53 508 430.23

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	478 514 721.19
Subscriptions	108 033 329.30
Redemptions	-246 886 605.10
	<hr/>
Total net subscriptions (redemptions)	-138 853 275.80
Net income on investments	6 275 883.07
Total realized gain (loss)	68 766 596.05
Total changes in unrealized appreciation (depreciation)	-21 534 048.89
	<hr/>
Net increase (decrease) in net assets as a result of operations	53 508 430.23
Net assets at the end of the financial year	393 169 875.62

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	3 952 196.9900
Number of units issued	824 035.4160
Number of units redeemed	-1 866 924.2930
Number of units outstanding at the end of the financial year	2 909 308.1130

Statement of Investments in Securities and other Net Assets as of 30 November 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)	377 200.00	6 906 532.00	1.76
Total Belgium		6 906 532.00	1.76
Finland			
EUR NOKIA OYJ EURO.06	662 600.00	18 069 102.00	4.60
Total Finland		18 069 102.00	4.60
France			
EUR AIR LIQUIDE(L') EUR5.5 (POST-SUBDIVISION)	40 900.00	4 057 280.00	1.03
EUR ALCATEL-LUCENT EUR2	389 100.00	2 171 178.00	0.55
EUR AXA EUR2.29	303 200.00	8 468 376.00	2.15
EUR BNP PARIBAS EUR2	148 700.00	11 472 205.00	2.92
EUR CARREFOUR EUR2.50	91 600.00	4 846 556.00	1.23
EUR CIE DE ST-GOBAIN EUR4	63 000.00	4 236 750.00	1.08
EUR CREDIT AGRICOLE SA EUR3	126 100.00	3 028 922.00	0.77
EUR FRANCE TELECOM EUR4	318 900.00	8 275 455.00	2.10
EUR GROUPE DANONE EURO.25 (POST SUBDIVISION)	79 600.00	4 796 696.00	1.22
EUR L'OREAL EURO.20	43 700.00	4 148 441.00	1.06
EUR LVMH MOET HENNESSY EURO.30	43 400.00	3 599 596.00	0.92
EUR RENAULT SA EUR3.81	33 700.00	3 351 465.00	0.85
EUR SANOFI-AVENTIS EUR2	175 300.00	11 396 253.00	2.90
EUR SCHNEIDER ELECTRIC EUR8	41 300.00	3 939 194.00	1.00
EUR SOC GENERALE EUR1.25	78 600.00	8 298 588.00	2.11
EUR SUEZ EUR2	197 700.00	8 991 396.00	2.29
EUR TOTAL EUR2.5 (POST SUBDIVISION)	380 400.00	21 009 492.00	5.34
EUR VINCI EUR2.50 (POST SUBDIVISION)	81 300.00	4 428 411.00	1.13
EUR VIVENDI SA EUR5.50	196 100.00	6 155 579.00	1.57
Total France		126 671 833.00	32.22
Germany			
EUR BASF AG NPV	82 600.00	7 827 176.00	1.99
EUR BAYER AG ORD NPV	128 800.00	7 256 592.00	1.85
EUR E.ON AG NPV	110 700.00	15 422 724.00	3.92
EUR RWE AG (NEU) NPV	78 500.00	7 330 330.00	1.86
EUR SAP AG ORD NPV	153 000.00	5 345 820.00	1.36
EUR VOLKSWAGEN AG ORD NPV	23 800.00	3 899 392.00	0.99
Total Germany		47 082 034.00	11.97
Italy			
EUR ASSIC. GENERALI SPA EUR1	199 300.00	6 248 055.00	1.59
EUR ENEL EUR1	706 100.00	5 782 959.00	1.47
EUR ENI EUR1	413 100.00	10 067 247.00	2.56
EUR INTESA SANPAOLO	1 514 500.00	8 254 025.00	2.10
EUR TELECOM ITALIA SPA EURO.55	1 855 400.00	4 031 784.20	1.03
EUR UNICREDITO ITALIAN EURO.50	2 247 800.00	13 086 691.60	3.32
Total Italy		47 470 761.80	12.07
Netherlands			
EUR AEGON NV	245 400.00	2 996 334.00	0.76
EUR PHILIPS ELEC(KON) EURO.20	181 500.00	5 201 790.00	1.33
Total Netherlands		8 198 124.00	2.09
Spain			
EUR IBERDROLA SA EURO.75 (POST SUBDIVISION)	668 800.00	7 537 376.00	1.92
EUR REPSOL YPF SA EUR1	133 800.00	3 369 084.00	0.86
EUR TELEFONICA SA EUR1	704 500.00	16 140 095.00	4.10
Total Spain		27 046 555.00	6.88
Total Bearer shares		281 444 941.80	71.59
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	371 500.00	9 855 895.00	2.51
EUR UNILEVER NV CVA EURO.16	288 900.00	6 976 935.00	1.77
Total Netherlands		16 832 830.00	4.28
Total Other shares		16 832 830.00	4.28
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	75 700.00	10 673 700.00	2.71
EUR DAIMLER AG ORD NPV(REGD)	165 600.00	11 517 480.00	2.93
EUR DEUTSCHE BANK AG NPV(REGD)	84 200.00	7 560 318.00	1.92
EUR DEUTSCHE BOERSE AG NPV(REGD)	33 700.00	4 321 014.00	1.10
EUR DEUTSCHE TELEKOM NPV(REGD)	501 900.00	7 578 690.00	1.93

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
EUR MUENCHENER RUECKVE NPV(REGD)	36 700.00	4 569 884.00	1.16
EUR SIEMENS AG NPV(REGD)	143 800.00	14 914 936.00	3.79
Total Germany		61 136 022.00	15.54
Luxembourg			
EUR ARCELORMITTAL EURO.01 NEW REG SHS	133 800.00	6 744 858.00	1.72
Total Luxembourg		6 744 858.00	1.72
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	1 053 800.00	15 427 632.00	3.93
EUR BBVA(BILB-VIZ-ARG) EURO.49	631 500.00	10 741 815.00	2.73
Total Spain		26 169 447.00	6.66
Total Registered shares		94 050 327.00	23.92
Total Transferable securities and money market instruments listed on an official stock exchange		392 328 098.80	99.79

Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market

Other securities and rights

Netherlands

EUR UNILEVER NV DRIP RIGHTS XX CERTIF TECHNICAL FOR SETTLEMENT	306 700.00	76 675.00	0.02
Total Netherlands		76 675.00	0.02
Total Other securities and rights		76 675.00	0.02
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		76 675.00	0.02

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

Options on shares, classic-styled

EUR

EUR UBS INVESTMENT BK/DAIMLERCHRYSLER AG CALL 77.12000 04.12.07	35 635.00	0.36	0.00
EUR LEHMAN BROS/DAIMLER CHRYSLER AG CALL 81.74720 04.12.07	-91 432.00	-0.91	0.00
EUR UBS INVESTMENT BANK/KONINK PHILIPS CALL 28.62000 03.12.07	53 492.00	12 838.08	0.00
EUR DEUTSCHE BANK/KONINKLUKE PHILIP CALL 30.19410 03.12.07	-145 499.00	-1.45	0.00
EUR CITIGROUP/BANCO SANTANDER CENTRAL HIS CALL 14.92000 28.11.07	74 151.00	0.74	0.00
EUR MERRILL LYNCH/BCO SANTANDER CENTR H CALL 15.44220 28.11.07	-180 665.00	-1.81	0.00
EUR CITIGROUP/ALCATEL-LUCENT CALL 6.27000 06.12.07	115 097.00	1.15	0.00
EUR BARCLAYS CAPITAL/ALCATEL-LUCENT CALL 6.80300 06.12.07	-311 367.00	-3.11	0.00
EUR LEHMAN BROTHERS/BASF AG CALL 92.89000 03.12.07	15 954.00	31 908.00	0.01
EUR GOLDMAN SACHS/BASF AG CALL 97.07010 03.12.07	-43 726.00	-5 206.02	0.00
EUR GOLDMAN SACHS/ENI SPA CALL 24.71000 30.11.07	61 275.00	0.61	0.00
EUR UBS INVESTMENT BANK/ENI SPA CALL 25.69840 30.11.07	-165 443.00	-1.65	0.00
EUR LEHMAN BROTHERS/FRANCE TELECOM CALL 25.65000 05.12.07	44 595.00	22 297.50	0.01
EUR BARCLAYS CAPITAL/FRANCE TELECOM CALL 27.06080 05.12.07	-124 989.00	-4 999.56	0.00
EUR BARCLAYS CAPITAL/GROUPE DANONE CALL 59.85000 06.12.07	22 583.00	23 712.15	0.01
EUR BARCLAYS CAPITAL/GROUPE DANONE CALL 63.14180 06.12.07	-62 530.00	-2 126.02	0.00
EUR BARCLAYS CAPITAL/LOREAL SA CALL 90.39000 04.12.07	13 257.00	60 982.20	0.02
EUR DEUTSCHE BANK/LOREAL SA CALL 94.45760 04.12.07	-35 154.00	-41 481.72	-0.01
EUR GOLDMAN SACHS/SANOFI-AVENTIS SA CALL 60.60000 30.11.07	15 369.00	67 777.29	0.02
EUR LEHMAN BROTHERS/SANOFI-AVENTIS SA CALL 63.02400 30.11.07	-41 888.00	-83 189.57	-0.02
EUR BARCLAYS CAPITAL/ASSICUR GENERALI CALL 32.32000 06.12.07	54 356.00	2 717.80	0.00
EUR CITIGROUP/ASSICURAZIONI GENERALI CALL 33.77440 06.12.07	-154 914.00	-7 965.68	0.00
EUR DEUTSCHE BANK/NOKIA CORP CALL 27.27000 05.12.07	89 696.00	41 260.16	0.01
EUR UBS INVESTMENT BANK/NOKIA OYJ CALL 28.76990 05.12.07	-223 361.00	-13 401.66	0.00
EUR CITIGROUP/SCHNEIDER ELEC SA CALL 97.46000 11.12.07	14 943.00	22 608.76	0.01
EUR MERRILL LYNCH/SCHNEIDER ELEC SA CALL 103.30760 11.12.07	-35 700.00	-10 631.46	0.00
EUR UBS INVESTMENT BANK/AIR LIQUIDE CALL 94.46000 11.12.07	15 033.00	77 870.94	0.02
EUR DEUTSCHE BANK/AIR LIQUIDE CALL 99.18300 11.12.07	-35 506.00	-66 396.22	-0.02
EUR BARCLAYS CAPITAL/BANCO BILBAO VIZCAYA CALL 17.13000 04.12.07	71 078.00	9 240.14	0.00
EUR MERRILL LYNCH/BANCO BILBAO VIZCAYA CALL 17.90090 04.12.07	-190 137.00	-1 045.75	0.00
EUR GOLDMAN SACHS/ENI SPA CALL 24.42000 04.12.07	63 420.00	11 914.72	0.00
EUR UBS INVESTMENT BANK/ENI SPA CALL 25.39680 04.12.07	-167 255.00	-1 672.55	0.00
EUR DEUTSCHE BANK/SANOFI-AVENTIS SA CALL 61.57000 05.12.07	16 058.00	56 203.00	0.01
EUR GOLDMAN SACHS/SANOFI-AVENTIS SA CALL 64.0328 05.12.07	-42 506.00	-58 801.95	-0.01
EUR DEUTSCHE BANK/FRANCE TELECOM CALL 25.41000 12.12.07	41 079.00	34 506.36	0.01
EUR DEUTSCHE BANK/FRANCE TELECOM CALL 26.68050 12.12.07	-111 735.00	-26 816.40	-0.01
EUR UBS INVESTMENT BANK/RENAULT SA CALL 104.91000 12.12.07	9 442.00	6 514.98	0.00
EUR LEHMAN BROTHERS/RENAULT SA CALL 112.25370 12.12.07	-24 975.00	-2 997.00	0.00
EUR LEHMAN BROTHERS/SAP AG CALL 36.79000 17.12.07	42 797.00	3 124.18	0.00
EUR UBS INVESTMENT BANK/SAP AG CALL 38.62950 17.12.07	-113 429.00	-5 671.45	0.00
EUR BARCLAYS CAPITAL/UNILEVER NV CALL 23.44000 10.12.07	79 760.00	69 391.20	0.02
EUR MERRILL LYNCH/UNILEVER NV CALL 24.49480 10.12.07	-219 695.00	-63 140.34	-0.02
EUR BARCLAYS CAP/BCO SANTANDER CENTL HISP CALL 15.00000 07.12.07	102 334.00	8 186.72	0.00
EUR LEHMAN BROT/BANCO SANTANDER CENTRAL H CALL 15.67500 07.12.07	-255 450.00	-1 021.80	0.00
EUR LEHMAN BROTHERS/CIE SAINT GOBAIN CALL 72.20000 13.12.07	22 894.00	5 265.62	0.00
EUR MERRILL LYNCH/CIE SAINT-GOBAIN CALL 76.53200 13.12.07	-51 964.00	-1 730.40	0.00
EUR LEHMAN BROS/DAIMLER CHRYSLER AG CALL 72.50000 10.12.07	33 875.00	14 227.50	0.00
EUR BARCLAYS CAPITAL/DAIMLERCHRYSLER AG CALL 76.85000 10.12.07	-87 328.00	-4 366.40	0.00
EUR GOLDMAN SACHS/LVMH MOET HENNESSY L VUITT 83.46000 14.12.07	12 863.00	20 763.20	0.01
EUR MERRILL LYNCH/LVMH MOET HENNESSY CALL 87.63300 14.12.07	-32 956.00	-14 652.24	0.00

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
EUR GOLDMAN SACHS/BASF AG CALL 92.80000 10.12.07	14 613.00	41 516.70	0.01
EUR MERRILL LYNCH/BASF AG CALL 97.44000 10.12.07	-41 118.00	-24 288.40	-0.01
EUR DEUTSCHE BANK/BAYER AG CALL BAYER C55.56000 06.12.07	12 533.00	16 543.56	0.00
EUR LEHMAN BROTHERS/BAYER AG CALL 58.61580 06.12.07	-33 322.00	-7 997.28	0.00
EUR DEUTSCHE BANK/NOKIA CORP CALL 26.20000 12.12.07	93 401.00	130 761.40	0.03
EUR BARCLAYS CAPITAL/NOKIA OYJ CALL 28.03400 12.12.07	-220 929.00	-94 999.47	-0.02
EUR LEHMAN BROTHERS/TOTAL SA CALL 56.33000 05.12.07	33 021.00	8 255.25	0.00
EUR UBS INVESTMENT BANK/TOTAL SA CALL 58.30160 05.12.07	-85 325.00	-1 706.50	0.00
EUR CITIGROUP/VINCI SA CALL 54.89000 07.12.07	17 372.00	13 041.16	0.00
EUR BARCLAYS CAPITAL/VINCI SA CALL 58.45790 07.12.07	-46 905.00	-2 814.30	0.00
EUR UBS INVESTMENT BK/DAIMLERCHRYSLER AG CALL 72.11000 17.12.07	32 157.00	27 333.45	0.01
EUR BARCLAYS CAPITAL/DAIMLERCHRYSLER AG CALL 76.79720 17.12.07	-82 222.00	-11 511.08	0.00
EUR BARCLAYS CAPITAL/ENI SPA CALL 23.40000 11.12.07	53 900.00	57 134.00	0.01
EUR UBS INVESTMENT BANK/ENI SPA CALL 24.57000 11.12.07	-153 294.00	-49 054.08	-0.01
EUR UBS INVESTMENT BANK/MUENCHENER RUECK CALL 123.60000 12.12.07	4 904.00	10 053.20	0.00
EUR LEHMAN BROTHERS/MUENCHENER RUECKVERS CALL 129.78000 12.12.07	-13 786.00	-1 930.04	0.00
EUR BARCLAYS CAPITAL/SANOFI-AVENTIS SA CALL 61.89000 10.12.07	17 702.00	59 478.72	0.02
EUR GOLDMAN SACHS/SANOFI-AVENTIS SA CALL 64.98450 10.12.07	-51 446.00	-55 802.45	-0.01
EUR LEHMAN BROTHERS/AXA SA CALL 27.58000 11.12.07	22 551.00	18 266.31	0.00
EUR GOLDMAN SACHS/AXA SA CALL 29.23480 11.12.07	-59 019.00	-10 815.82	0.00
EUR DEUTSCHE BANK/BAYER AG CALL 54.77000 12.12.07	11 404.00	25 202.84	0.01
EUR MERRILL LYNCH/BAYER AG CALL 58.05620 12.12.07	-32 193.00	-18 903.73	0.00
EUR DEUTSCHE BANK/ING GROEP NV CALL 27.00000 12.12.07	18 365.00	6 427.75	0.00
EUR LEHMAN BROTHERS/ING GROEP NV CALL 28.89000 12.12.07	-54 113.00	-1 082.26	0.00
EUR UBS INVESTMENT BANK/NOKIA OYJ CALL 26.10000 14.12.07	80 882.00	122 131.82	0.03
EUR BARCLAYS CAPITAL/NOKIA OYJ CALL 28.05750 14.12.07	-208 410.00	-100 036.80	-0.03
EUR UBS INVESTMENT BANK/TOTAL SA CALL 54.10000 10.12.07	41 337.00	67 379.31	0.02
EUR CITIGROUP INC/TOTAL SA CALL 56.53450 10.12.07	-93 641.00	-47 007.78	-0.01
EUR GOLDMAN SACHS/AEGON NV CALL 13.00000 12.12.07	37 750.00	1 019.25	0.00
EUR LEHMAN BROTHERS/AEGON NV CALL 13.71500 12.12.07	-95 035.00	-152.06	0.00
EUR GOLDMAN SACHS/DEUTSCHE TELEKOM CALL 14.71000 13.12.07	55 286.00	27 725.93	0.01
EUR DEUTSCHE BANK/DEUTSCHE TELEKOM CALL 15.44550 13.12.07	-172 848.00	-27 655.68	-0.01
EUR MERRILL LYNCH/REPSOL YPF SA CALL 26.13000 11.12.07	27 906.00	5 168.19	0.00
EUR BARCLAYS CAPITAL/REPSOL YPF SA CALL 27.56720 11.12.07	-90 368.00	-903.68	0.00
EUR LEHMAN BROTHERS/SIEMENS AG CALL 100.81000 12.12.07	16 878.00	67 849.56	0.02
EUR UBS INVESTMENT BANK/SIEMENS AG CALL 107.36270 12.12.07	-43 820.00	-26 730.20	-0.01
EUR UBS INVESTMENT BANK/ALLIANZ AG CALL 143.00000 13.12.07	3 888.00	6 881.76	0.00
EUR GOLDMAN SACHS/ALLIANZ AG CALL 150.86500 13.12.07	-11 156.00	-2 342.76	0.00
EUR MERRILL LYN/BANCO SANTANDER CENTRAL H CALL 14.73000 13.12.07	49 290.00	13 978.64	0.00
EUR MERRILL LYN/BANCO SANTANDER CENTRAL H CALL 15.61380 13.12.07	-201 095.00	-8 063.91	0.00
EUR BARCLAYS CAPITAL/BASF AG CALL 91.06000 19.12.07	12 815.00	60 102.35	0.02
EUR GOLDMAN SACHS/SOCIETE GENERALE CALL 105.00000 13.12.07	4 481.00	14 671.33	0.00
EUR LEHMAN BROTHERS/SOCIETE GENERALE CALL 113.40000 13.12.07	-13 910.00	-8 763.30	0.00
EUR DEUTSCHE BANK/TELECOM ITALIA SPA CALL 2.14000 13.12.07	343 022.00	20 581.32	0.01
EUR BARCLAYS CAPITAL/TELECOM ITALIA SPA CALL 2.25770 13.12.07	-1 008 889.00	-10 088.89	0.00
EUR BARCLAYS CAPITAL/UNILEVER NV CALL 24.00000 17.12.07	76 096.00	47 179.52	0.01
EUR MERRILL LYNCH/UNILEVER NV CALL 25.32000 17.12.07	-213 656.00	-35 381.43	-0.01
EUR BARCLAYS CAPITAL/BASF AG CALL 96.06830 19.12.07	-37 863.00	-62 093.32	-0.02
EUR CITIGROUP/VINCI SA CALL 58.55530 17.12.07	-61 735.00	-20 675.05	-0.01
EUR GOLDMAN SACHS/VINCI SA CALL 54.47000 17.12.07	22 690.00	29 101.29	0.01
EUR MERRILL LYNCH/ALCATEL-LUCENT CALL 5.52000 17.12.07	86 459.00	23 369.87	0.01
EUR BARCLAYS CAPITAL/ALCATEL-LUCENT CALL 6.07200 17.12.07	-263 919.00	-21 113.52	-0.01
EUR LEHMAN BRO/ASSICURAZIONI GENERALI SPA CALL 31.64000 19.12.07	43 539.00	21 769.50	0.01
EUR MERRILL LYNCH/ASSICURAZIONI GENERALI CALL 33.22200 19.12.07	-134 406.00	-11 572.36	0.00
EUR CITIGROUP/BNP PARIBAS CALL 71.46000 14.12.07	7 709.00	47 949.98	0.01
EUR DEUTSCHE BANK/BNP PARIBAS SA CALL 76.10490 14.12.07	-21 987.00	-60 024.51	-0.02
EUR LEHMAN BROTHERS/FORTIS SA CALL 18.02000 12.12.07	32 011.00	27 209.35	0.01
EUR MERRILL LYNCH/FORTIS SA/NV CALL 19.46160 12.12.07	-92 383.00	-15 095.38	0.00
EUR LEHMAN BROTHERS/ING GROEP NV CALL 26.15000 19.12.07	20 241.00	17 812.08	0.00
EUR LEHMAN BROTHERS/ING GROEP NV CALL 27.84980 19.12.07	-55 923.00	-11 743.83	0.00
EUR LEHMAN BROTHERS/NOKIA OYJ CALL 26.01000 19.12.07	59 305.00	100 225.45	0.03
EUR DEUTSCHE BANK/NOKIA OYJ CALL 28.09080 19.12.07	-172 526.00	-101 790.34	-0.03
EUR BARCLAYS CAPITAL/SANOFI-AVENTIS SA CALL 59.99000 14.12.07	20 635.00	107 921.05	0.03
EUR UBS INVESTMENT BANK/SANOFI-AVENTIS SA CALL 62.68960 14.12.07	-54 303.00	-149 876.28	-0.04
EUR DEUTSCHE BANK/BAYER AG CALL BAYER C53.22000 18.12.07	11 720.00	42 666.80	0.01
EUR GOLDMAN SACHS/BAYER AG CALL 56.41320 18.12.07	-31 987.00	-48 977.85	-0.01
EUR LEHMAN BROTHERS/E.ON AG CALL 136.08000 17.12.07	5 908.00	27 176.80	0.01
EUR MERRILL LYNCH/E.ON AG CALL 142.20360 17.12.07	-19 208.00	-26 572.35	-0.01
EUR BARCLAYS CAPITAL/KONINKLIJKE PHILIP CALL 27.41000 19.12.07	60 352.00	100 787.84	0.03
EUR LEHMAN BRO/KONINKLIJKE PHILIPS CALL 28.91760 19.12.07	-143 159.00	-100 211.30	-0.03
EUR UBS INVESTMENT BANK/TOTAL SA CALL 54.01000 17.12.07	25 338.00	49 915.86	0.01
EUR BARCLAYS CAPITAL/TOTAL SA CALL 56.71050 17.12.07	-77 534.00	-49 621.76	-0.01
EUR CITIGROUP/UNICREDITO ITALIANO SPA CALL 5.33000 14.12.07	129 346.00	59 188.73	0.02
EUR DEUTSCHE BANK/UNICREDITO ITALIANO SPA CALL 5.67650 14.12.07	-345 214.00	-82 851.36	-0.02
EUR DEUTSCHE BANK/VIVENDI UNIVERSAL CALL 30.24000 17.12.07	28 943.00	40 809.63	0.01
EUR BARCLAYS CAPITAL/VIVENDI UNIVERSAL SA CALL 31.75200 17.12.07	-91 706.00	-45 853.00	-0.01
EUR UBS INVESTMENT BANK/ARCELORMITTAL CALL 46.63000 19.12.07	33 076.00	147 518.96	0.04
EUR LEHMAN BROTHERS/ARCELORMITTAL CALL 49.89410 19.12.07	-75 889.00	-159 366.90	-0.04
EUR BARCLAYS CAPITAL/CARREFOUR SA CALL 51.85000 21.12.07	22 876.00	49 412.16	0.01
EUR DEUTSCHE BANK/CARREFOUR SA CALL 55.22030 21.12.07	-64 391.00	-45 073.70	-0.01
EUR BARCLAYS CAPITAL/ENI SPA CALL 24.07000 18.12.07	42 502.00	28 901.36	0.01
EUR UBS INVESTMENT BANK/ENI SPA CALL 25.27350 18.12.07	-131 825.00	-26 365.00	-0.01
EUR UBS INVESTMENT BANK/RWE AG CALL 91.79000 18.12.07	10 904.00	29 440.80	0.01
EUR UBS INVESTMENT BANK/RWE AG CALL 95.92060 18.12.07	-29 738.00	-27 953.72	-0.01
EUR LEHMAN BROTHERS/SIEMENS AG CALL 96.79000 19.12.07	14 438.00	110 450.70	0.03
EUR MERRILL LYNCH/SIEMENS AG CALL 103.08140 19.12.07	-42 064.00	-137 843.73	-0.04
EUR CITIGROUP/AIR LIQUIDE CALL 91.70000 20.12.07	9 334.00	75 810.75	0.02
EUR BARCLAYS CAPITAL/AIR LIQUIDE CALL 97.20200 20.12.07	-28 001.00	-109 203.90	-0.03
EUR LEHMAN BROS/BANCO BILBAO VIZCAYA CALL 16.08000 20.12.07	37 911.00	39 806.55	0.01
EUR MERRILL LYNCH/BANCO BILBAO VIZCAYA CALL 16.96440 20.12.07	-102 410.00	-48 347.76	-0.01
EUR CITIGROUP/CIE SAINT-GOBAIN CALL 67.36000 18.12.07	14 576.00	29 545.55	0.01
EUR MERRILL LYNCH/CIE SAINT-GOBAIN CALL 72.74880 18.12.07	-46 021.00	-14 266.51	0.00
EUR DEUTSCHE BANK/DEUTSCHE TELEKOM CALL 15.10000 19.12.07	73 644.00	26 511.84	0.01
EUR BARCLAYS CAPITAL/DEUTSCHE TELEKOM CALL 15.85500 19.12.07	-194 152.00	-64 070.16	-0.02

The notes are an integral part of the financial statements.

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
EUR LEHMAN BROTHERS/ING GROEP NV CALL 24.53000 17.12.07	27 453.00	57 925.83	0.01
EUR MERRILL LYNCH/ING GROEP NV CALL 26.12450 17.12.07	-63 135.00	-70 496.54	-0.02
EUR GOLDMAN SACHS/SAP AG CALL 34.75000 18.12.07	37 800.00	30 935.14	0.01
EUR DEUTSCHE BANKS/SAP AG CALL 36.66130 18.12.07	-114 133.00	-29 674.58	-0.01
EUR GOLDMAN SACHS/TELEFONICA SA CALL 22.39000 21.12.07	48 629.00	44 758.13	0.01
EUR LEHMAN BROS/TELEFONICA SA CALL 23.73340 21.12.07	-150 117.00	-39 781.01	-0.01
EUR BARCLAYS CAPITALE.ON AG CALL 139.20000 20.12.07	7 610.00	22 069.00	0.01
EUR DEUTSCHE BANK/E.ON AG CALL 144.76800 20.12.07	-20 827.00	-11 246.58	0.00
EUR BARCLAYS CAPITAL/FORTIS SA CALL 16.29000 19.12.07	43 984.00	95 885.12	0.02
EUR MERRILL LYNCH/FORTIS SA/INV CALL 17.59320 19.12.07	-104 024.00	-118 462.53	-0.03
EUR LEHMAN BROTHERS/SOCIETE GENERALE CALL 93.90000 18.12.07	6 679.00	81 283.43	0.02
EUR DEUTSCHE BANK/FRANCE TELECOM CALL 25.74000 18.12.07	41 806.00	31 772.56	0.01
EUR CITIGROUP/FRANCE TELECOM CALL 27.15570 18.12.07	-119 184.00	-35 719.44	-0.01
EUR MERRILL LYNCH/SOCIETE GENERALE CALL 100.94250 18.12.07	-16 060.00	-111 361.65	-0.03
EUR MERRILL LYNCH/GROUPE DANONE CALL 59.98000 20.12.07	20 536.00	35 636.12	0.01
EUR BARCLAYS CAPITAL/GROUPE DANONE CALL 63.27890 20.12.07	-57 064.00	-27 390.72	-0.01
EUR DEUTSCHE BANK/NOKIA CORP CALL 25.66000 21.12.07	83 421.00	170 178.84	-0.02
EUR MERRILL LYNCH/UNICREDITO ITALIANO SPA CALL 5.44000 21.12.07	93 092.00	40 802.22	0.01
EUR MERRILL LYNCH/NOKIA OYI CALL 27.58450 21.12.07	-214 274.00	-214 188.29	-0.05
EUR LEHMAN BROTHER/UNICREDITO ITALIANO SPA CALL 5.84800 21.12.07	-307 782.00	-58 478.58	-0.01
EUR GOLDMAN SACHS/RENAULT SA CALL 90.94000 20.12.07	10 583.00	99 955.38	0.03
EUR GOLDMAN SACHS/RENAULT SA CALL 97.76050 20.12.07	-27 350.00	-119 519.50	-0.03
EUR GOLDMAN SACHS/REPSOL YPF SA CALL 24.92000 20.12.07	34 225.00	30 410.97	0.01
EUR BARCLAYS CAPITAL/REPSOL YPF SA CALL 26.41520 20.12.07	-99 823.00	-28 948.67	-0.01
EUR DEUTSCHE BANK/SANOFI-AVENTIS SA CALL 61.39000 19.12.07	18 155.00	74 617.05	0.02
EUR GOLDMAN SACHS/SANOFI-AVENTIS SA CALL 64.45950 19.12.07	-51 633.00	-96 131.35	-0.02
EUR LEHMAN BROTHERS/BAYER AG CALL 56.75000 18.12.07	12 552.00	15 878.28	0.00
EUR GOLDMAN SACHS/BAYER AG CALL 59.87130 18.12.07	-33 056.00	-12 831.35	0.00
EUR LEHMAN BROTHERS/BNP PARIBAS SA CALL 71.93000 20.12.07	6 672.00	39 765.12	0.01
EUR GOLDMAN SACHS/BNP PARIBAS CALL 77.32480 20.12.07	-20 874.00	-49 861.31	-0.01
EUR GOLDMAN SACHS/BCO SANTANDER CENTRAL CALL 14.49000 21.12.07	66 676.00	33 087.30	0.01
EUR GOLDMAN SACHS/BCO SANTANDER CENTRAL CALL 15.28700 21.12.07	-217 640.00	-33 597.09	-0.01
EUR LEHMAN BROTHERS/LOREAL SA CALL 94.69000 19.12.07	8 516.00	18 394.56	0.00
EUR BARCLAYS CAPITAL/LOREAL SA CALL 99.8980 19.12.07	-28 514.00	-15 397.56	0.00
EUR GOLDMAN SACHS/LVMH MOET HENNESSY CALL 80.28000 03.01.08	11 496.00	51 906.97	0.01
EUR BARCLAYS CAPITAL/LVMH MOET HENNESSY CALL 85.89960 03.01.08	-33 108.00	-55 621.44	-0.01
EUR GOLDMAN SACHS/SCHNEIDER ELEC SA CALL 89.36000 21.12.07	10 263.00	76 995.39	0.02
EUR UBS INVESTMENT BANK/SCHNEIDER ELEC SA CALL 96.06200 21.12.07	-29 216.00	-80 636.16	-0.02
EUR UBS INVESTMENT BANK/SUEZ SA CALL 46.00000 20.12.07	19 209.00	22 666.62	0.01
EUR BARCLAYS CAPITAL/SUEZ SA 48.76000 20.12.07	-54 620.00	-14 747.40	0.00
EUR UBS INVESTMENT BANK/TOTAL SA CALL 55.05000 19.12.07	25 316.00	35 948.72	0.01
EUR GOLDMAN SACHS/TOTAL SA CALL 57.80250 19.12.07	-77 227.00	-29 281.39	-0.01
EUR LEHMAN BROTHERS/VIVENDI UNIVERSAL SA CALL 30.29000 21.12.07	14 630.00	20 628.30	0.01
EUR CITIGROUP/VIVENDI UNIVERSAL SA CALL 31.65300 21.12.07	-45 490.00	-26 839.10	-0.01
EUR LEHMAN BROTHERS/ALLIANZ AG CALL 133.92000 03.01.08	3 679.00	32 890.26	0.01
EUR LEHMAN BROTHERS/ALLIANZ AG CALL 142.62480 03.01.08	-10 889.00	-39 527.07	-0.01
EUR GOLDMAN SACHS/CREDIT AGRICOLE SA CALL 22.15000 08.01.08	14 491.00	33 103.96	0.01
EUR MERRILL LYNCH/CREDIT AGRICOLE SA CALL 24.14350 08.01.08	-44 440.00	-44 337.79	-0.01
EUR MERRILL LYNCH/E.ON AG CALL 134.36000 04.01.08	3 622.00	25 632.89	0.01
EUR BARCLAYS CAPITALE.ON AG CALL 141.74980 04.01.08	-12 417.00	-25 827.36	-0.01
EUR LEHMAN BROTHERS/SOCIETE GENERALE CALL 97.87000 03.01.08	5 004.00	48 789.00	0.01
EUR MERRILL LYNCH/SOCIETE GENERALE CALL 107.16770 03.01.08	-14 362.00	-63 514.51	-0.02
EUR CITIGROUP/CARREFOUR SA CALL 52.77000 03.01.08	17 738.00	32 283.16	0.01
EUR GOLDMAN SACHS/CARREFOUR SA CALL 56.99160 03.01.08	-61 248.00	-32 956.94	-0.01
EUR UBS INVESTMENT BANK/FORTIS SA CALL 18.51000 03.01.08	31 985.00	21 749.80	0.01
EUR MERRILL LYNCH/FORTIS SA/INV CALL 20.17590 03.01.08	-90 743.00	-24 246.53	-0.01
EUR LEHMAN BROTHER/UNICREDITO ITALIANO SPA CALL 5.69500 03.01.08	122 426.00	39 176.32	0.01
EUR MERRILL LYNCH/UNICREDITO ITALIANO SPA CALL 6.12210 03.01.08	-335 967.00	-33 563.10	-0.01
Total EUR		120 313.87	0.03
Total Options on shares, classic-styled		120 313.87	0.03
Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market		120 313.87	0.03
Total investments in securities		392 525 087.67	99.84
Cash at banks, deposits on demand and deposit accounts and other liquid assets		921 100.50	0.23
Other assets and liabilities		-276 312.55	-0.07
Total net assets		393 169 875.62	100.00

UBS (Lux) Equity Fund – European Growth

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		30 898 310.02	23 174 935.18	23 113 046.13
Class B	LU0118128569			
Units outstanding		804 430.9760	660 793.6680	746 300.4990
Net asset value per unit in EUR		38.41	35.07	30.97

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), performance was strong in the European region. The United Kingdom, Switzerland and France trailed the rest of Europe while Germany, Spain and the Netherlands significantly outperformed. Emerging market countries in the region continued to outperform developed countries. Strong performance was broad based across most sectors, except for financials and healthcare, which both trailed significantly.

During the year under review, the subfund outperformed its benchmark, the MSCI Europe (r) due primarily to underweights to both the United Kingdom and financials. The portfolio was well positioned to withstand and even capitalise on the increase in volatility over the past months and continues to focus on companies that are undergoing positive and sustainable fundamental change, which should lead to a period of above-average earnings growth.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United Kingdom	19.93
France	12.76
Germany	11.21
Switzerland	10.06
Spain	6.34
Netherlands	5.39
Finland	4.76
Greece	4.44
Italy	4.02
Belgium	3.56
Sweden	3.10
Norway	3.09
Russian Federation (CIS)	2.64
Denmark	2.02
Turkey	0.97
Bermuda	0.97
Total	95.26

Economic Breakdown as a % of net assets	
Banks & credit institutions	12.23
Energy & water supply	9.91
Telecommunications	8.78
Petroleum	8.07
Electronics & semiconductors	5.50
Pharmaceuticals, cosmetics & medical products	4.69
Electrical devices & components	4.69
Non-ferrous metals	4.65
Chemicals	3.69
Mining, coal & steel	3.66
Miscellaneous services	3.47
Tobacco & alcohol	3.11
Building industry & materials	2.79
Mechanical engineering & industrial equipment	2.69
Internet, software & IT services	2.41
Miscellaneous unclassified companies	2.09
Vehicles	2.09
Watches & jewellery	1.42
Retail trade, department stores	1.40
Food & soft drinks	1.09
Agriculture & fishery	1.06
Computer hardware & network equipment providers	0.99
Miscellaneous consumer goods	0.92
Precious metals & stones	0.91
Lodging, catering & leisure	0.76
Rubber & tyres	0.75
Finance & holding companies	0.73
Textiles, garments & leather goods	0.71
Total	95.26

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	27 872 413.13
Investments in securities, unrealized appreciation (depreciation)	1 564 083.91
Total investments in securities (Note 1)	29 436 497.04
Cash at banks, deposits on demand and deposit accounts	1 698 150.19
Receivable on securities sales (Note 1)	2 457.27
Receivable on subscriptions	34 253.70
Interest receivable on liquid assets	1 565.29
Receivable on dividends	30 831.11
Total Assets	31 203 754.60
Liabilities	
Payable on securities purchases (Note 1)	-261 214.74
Payable on redemptions	-18 871.83
Provisions for all-in fee (Note 2)	-22 797.14
Provisions for taxe d'abonnement (Note 3)	-2 560.87
Total provisions	-25 358.01
Total Liabilities	-305 444.58
Net assets at the end of the financial year	30 898 310.02

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	24 176.81
Dividends	489 454.61
Income on securities lending (Note 4)	14 530.63
Total income	528 162.05
Expenses	
All-in fee (Note 2)	-489 108.88
Taxe d'abonnement (Note 3)	-12 246.13
Interest on liquid assets and bank overdraft	-8 268.47
Total expenses	-509 623.48
Net income on investments	18 538.57
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	5 829 527.15
Realized gain (loss) on financial futures	-1 722.41
Realized gain (loss) on forward foreign exchange contracts	-414.41
Total realized gain (loss) on investments	5 827 390.33
Realized gain (loss) on foreign exchange	-23 700.49
Total realized gain (loss)	5 803 689.84
Net realized gain (loss) of the financial year	5 822 228.41
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-3 778 925.27
Total changes in unrealized appreciation (depreciation)	-3 778 925.27
Net increase (decrease) in net assets as a result of operations	2 043 303.14

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	23 174 935.18
Subscriptions	14 392 383.43
Redemptions	-8 712 311.73
Total net subscriptions (redemptions)	5 680 071.70
Net income on investments	18 538.57
Total realized gain (loss)	5 803 689.84
Total changes in unrealized appreciation (depreciation)	-3 778 925.27
Net increase (decrease) in net assets as a result of operations	2 043 303.14
Net assets at the end of the financial year	30 898 310.02

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	660 793.6680
Number of units issued	374 363.9600
Number of units redeemed	-230 726.6520
Number of units outstanding at the end of the financial year	804 430.9760

Statement of Investments in Securities and other Net Assets as of 30 November 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 EVS BROADCAST EQUI NPV	4 259.00	344 595.69	1.12
EUR INBEV NPV	5 566.00	333 236.42	1.08
EUR UMICORE NPV	2 636.00	421 628.20	1.36
Total Belgium		1 099 460.31	3.56
Bermuda			
NOK SEADRILL LTD USD2	20 200.00	299 063.23	0.97
Total Bermuda		299 063.23	0.97
Denmark			
DKK FLSMIDTH & CO A/S DKK20	6 650.00	460 150.94	1.49
DKK NOVO-NORDISK AS DKK2 SER'B'	1 900.00	164 849.20	0.53
Total Denmark		625 000.14	2.02
Finland			
EUR NOKIA OYJ EURO.06	19 938.00	543 709.26	1.76
EUR OUTOTEC OYJ NPV	15 561.00	673 791.30	2.18
EUR WARTSILA OYJ ABP SER'B'EUR3.50	4 853.00	253 811.90	0.82
Total Finland		1 471 312.46	4.76
France			
EUR ALSTOM EUR14 (POST-CONSOLIDATION)	6 517.00	998 208.89	3.23
EUR BNP PARIBAS EUR2	7 292.00	562 577.80	1.82
EUR BOURBON SA NPV	9 490.00	433 693.00	1.40
EUR CIE GEN GEO-VERIT EUR2	1 458.00	298 977.48	0.97
EUR EDF ENERGIES NOUVELLES SA	5 857.00	317 449.40	1.03
EUR NEXANS EUR1	1 163.00	106 414.50	0.34
EUR VEOLIA ENVIRONNEME EUR5	8 119.00	512 877.23	1.66
Total France		3 230 198.30	10.45
Germany			
EUR AIXTRON ORD NPV	38 800.00	331 352.00	1.07
EUR BASF AG NPV	4 970.00	470 957.20	1.52
EUR CONTINENTAL AG ORD NPV	2 604.00	231 521.64	0.75
EUR GEA GROUP AG NPV	5 555.00	137 541.80	0.45
EUR SGL CARBON AG ORD NPV	2 486.00	95 611.56	0.31
EUR SOLARWORLD AG NPV	7 791.00	321 067.11	1.04
EUR WACKER CHEMIE AG NPV(BR)	1 926.00	366 440.76	1.19
Total Germany		1 954 492.07	6.33
Greece			
EUR BK OF PIRAEUS EUR4.77(REGD)	11 169.00	294 861.60	0.95
EUR COCA-COLA HELL BOT EURO.50(CB)	11 609.00	336 661.00	1.09
EUR JUMBO SA EUR1.40	12 340.00	283 820.00	0.92
Total Greece		915 342.60	2.96
Italy			
EUR AZIMUT HLDG S.P.A EURO.22	23 162.00	225 134.64	0.73
EUR MARIELLA BURANI SP EURO.52	10 717.00	218 198.12	0.71
EUR UNICREDITO ITALIAN EURO.50	136 968.00	797 427.70	2.58
Total Italy		1 240 760.46	4.02
Netherlands			
EUR AMG ADVANCED METAL EURO.02	7 908.00	347 952.00	1.13
EUR ASML HOLDING NV	15 457.00	366 794.61	1.18
EUR HEINEKEN NV EUR1.60	6 516.00	292 438.08	0.95
Total Netherlands		1 007 184.69	3.26
Norway			
NOK FRED OLSEN ENERGY NOK20	7 720.00	261 788.75	0.85
NOK RENEWABLE ENERGY NOK1	10 900.00	364 267.15	1.18
NOK YARA INTERNATIONAL NOK1.7	12 650.00	327 942.41	1.06
Total Norway		953 998.31	3.09
Spain			
EUR GAMESA CORP TECNO EURO.17	7 310.00	226 756.20	0.73
EUR GRIFOLS SA EURO.5	39 688.00	627 467.28	2.03
EUR IBERDROLA SA EURO.75 (POST SUBDIVISION)	28 611.00	322 445.97	1.04
EUR TELEFONICA SA EUR1	34 144.00	782 239.04	2.54
Total Spain		1 958 908.49	6.34
Sweden			
SEK ALFA LAVAL AB NPV	9 975.00	438 264.55	1.42
SEK LINDAB INTERNATIONAL AB	12 000.00	204 751.67	0.66
SEK TELE2 AB SER'B'NPV	20 200.00	314 507.09	1.02
Total Sweden		957 523.31	3.10

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 AUTONOMY CORP ORD GBP0.003333	24 563.00	274 744.78	0.89
GBP BT GROUP ORD GBP0.05	62 389.00	250 602.02	0.81
GBP INTL POWER ORD GBP0.50	152 413.00	997 038.69	3.19
GBP JOHNSON MATTHEY ORD GBP1	11 658.00	281 862.93	0.91
GBP PETROFAC ORD USD0.025	47 339.00	333 217.86	1.08
GBP RECKITT BENCKISER ORD GBP0	10 958.00	443 610.95	1.44
GBP SABMILLER ORD USD0.10	17 294.00	335 277.70	1.09
GBP SHIRE ORD GBP0.05	16 410.00	267 338.44	0.87
GBP STANDARD CHARTERED ORD USD0.50	26 339.00	706 178.24	2.29
GBP TULLOW OIL ORD GBP0.10	42 360.00	398 154.46	1.29
GBP VEDANTA RESOURCES ORD USD0.10	12 069.00	389 517.42	1.26
GBP VODAFONE GROUP ORD USD0.11428571	258 305.00	659 256.32	2.13
GBP WELLSTREAM HLDGS P ORD GBP0.01 (WI)	31 218.00	457 851.75	1.48
GBP WOOD GROUP (JOHN) ORD GBP0.03333	63 817.00	366 963.33	1.19
Total United Kingdom		6 161 614.89	19.92
Total Bearer shares		21 874 859.26	70.78
Other shares			
Switzerland			
CHF ROCHE HLDGS AG GENUSSSCHEINE NPV	3 422.00	444 971.74	1.44
Total Switzerland		444 971.74	1.44
Total Other shares		444 971.74	1.44
Preference shares			
Germany			
EUR PORSCHE AUTOMOBIL HOLDING SE NON VTG PRF NPV	176.00	264 316.80	0.86
Total Germany		264 316.80	0.86
Total Preference shares		264 316.80	0.86
Registered shares			
Germany			
EUR DAIMLER AG ORD NPV(REGD)	5 502.00	382 664.10	1.23
EUR STADA ARZNEIMITTEL NPV(REGD) (VINKULIERT)	6 839.00	289 836.82	0.94
EUR TUI AG NPV (REGD)	12 227.00	234 636.13	0.76
EUR UNITED INTERNET AG NPV(REGD)	21 132.00	338 957.28	1.10
Total Germany		1 246 094.33	4.03
Greece			
EUR NATL BK OF GREECE EUR5.00(REGD)	9 922.00	455 419.80	1.47
Total Greece		455 419.80	1.47
Switzerland			
CHF ABB LTD CHF2.50(REGD)	17 236.00	345 078.59	1.12
CHF FORBO HLDGS AG CHF14(REGD)	481.00	197 360.00	0.64
CHF JULIUS BAER HLDG CHF0.05 (REGD)	11 384.00	657 373.17	2.13
CHF LOGITECH INTL CHF0.25(REGD) (POST-SUBD)	13 215.00	307 155.71	0.99
CHF SONOVA HOLDING AG	3 874.00	282 846.06	0.92
CHF SWATCH GROUP CHF0.45(REGD)	11 734.00	438 270.14	1.42
CHF SYNGENTA CHF0.1(REGD)	1 807.00	303 660.64	0.98
CHF TEMENOS GROUP AG CHF5(REGD)	8 024.00	132 419.94	0.43
Total Switzerland		2 664 164.25	8.63
Turkey			
TRY T GARANTI BANKASI TRY1	49 762.00	300 609.61	0.97
Total Turkey		300 609.61	0.97
Total Registered shares		4 666 287.99	15.10
Depository receipts			
France			
USD TOTAL S A SPONSORED ADR	12 900.00	711 154.41	2.30
Total France		711 154.41	2.30
Netherlands			
USD KONINKLIJKE PHILIPS ELECTRS NV NY REG SH NEW	23 200.00	657 663.93	2.13
Total Netherlands		657 663.93	2.13

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Russian Federation (CIS)			
USD EVRAZ GROUP SA GDR EACH REPR 1/3 ORD REGS	6 300.00	313 744.59	1.02
USD JSC MMC NORILSK NICKEL SPONSORED ADR	1 750.00	340 974.90	1.09
USD OPEN JT STK CO-VIMPEL COMMUNIC SPONSORED ADR	7 100.00	162 523.42	0.53
Total Russian Federation (CIS)		817 242.91	2.64
Total Depository receipts		2 186 061.25	7.08
Total Transferable securities and money market instruments listed on an official stock exchange		29 436 497.04	95.26
Total investments in securities		29 436 497.04	95.26
Cash at banks, deposits on demand and deposit accounts and other liquid assets		1 698 150.19	5.50
Other assets and liabilities		-236 337.21	-0.76
Total net assets		30 898 310.02	100.00

UBS (Lux) Equity Fund – European Opportunity

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		1 276 315 347.24	1 296 247 441.20	1 340 231 055.00
Class B	LU0006391097			
Units outstanding		2 176 243.8591	2 353 758.5371	2 808 288.9981
Net asset value per unit in EUR		586.48	550.71	477.11
Class BG	LU0168504115			
Units outstanding		N/A	N/A	26 652.2350
Net asset value per unit in EUR		N/A	N/A	13.70

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), equity markets were volatile. After a promising start to 2007, concerns about the US sub-prime market caused a fall in equity markets. The deterioration in credit markets prompted central banks to inject billions into the banking system. Markets recovered during September, boosted by the Federal Reserve Board's rate cut but fell again during the fourth quarter.

During the year under review, the subfund underperformed its benchmark, the MSCI Europe (r). This was mainly due to our underweights in materials and capital goods. Our underweight in banks and our overweight in technology helped performance. At the level of individual stocks, our overweights in ABN Amro and Nokia were the largest positive contributors to performance, whereas our overweight in AEGON hurt performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United Kingdom	26.60
Netherlands	14.72
France	14.24
Germany	8.93
Switzerland	8.12
Finland	5.82
Italy	4.16
Spain	4.02
Norway	3.31
Sweden	2.45
Luxembourg	1.75
Denmark	1.56
Austria	1.44
Ireland	1.18
Greece	0.86
Total	99.16

Economic Breakdown as a % of net assets	
Telecommunications	26.99
Petroleum	10.40
Banks & credit institutions	9.45
Traffic & transportation	9.36
Insurance	8.14
Pharmaceuticals, cosmetics & medical products	7.37
Investment funds & pension foundations	3.66
Food & soft drinks	3.31
Miscellaneous consumer goods	3.03
Retail trade, department stores	2.51
Internet, software & IT services	2.44
Forestry, paper & pulp products	2.19
Electronics & semiconductors	2.09
Graphic design, publishing & media	1.85
Finance & holding companies	1.85
Vehicles	1.54
Miscellaneous services	1.04
Real estate	0.89
Mechanical engineering & industrial equipment	0.84
Tobacco & alcohol	0.21
Total	99.16

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	1 206 528 219.23
Investments in securities, unrealized appreciation (depreciation)	59 053 823.43
Total investments in securities (Note 1)	1 265 582 042.66
Cash at banks, deposits on demand and deposit accounts	2 840 846.84
Receivable on securities sales (Note 1)	19 909 439.10
Receivable on subscriptions	4 722 746.99
Interest receivable on liquid assets	64 252.73
Receivable on dividends	3 089 437.36
Total Assets	1 296 208 765.68
Liabilities	
Payable on securities purchases (Note 1)	-16 282 443.02
Payable on redemptions	-2 460 139.39
Provisions for all-in fee (Note 2)	-1 046 902.96
Provisions for taxe d'abonnement (Note 3)	-103 933.07
Total provisions	-1 150 836.03
Total Liabilities	-19 893 418.44
Net assets at the end of the financial year	1 276 315 347.24

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	884 374.32
Dividends	38 250 404.53
Income on securities lending (Note 4)	1 266 051.91
Total income	40 400 830.76
Expenses	
All-in fee (Note 2)	-28 405 199.55
Taxe d'abonnement (Note 3)	-682 624.01
Interest on liquid assets and bank overdraft	-293 248.78
Total expenses	-29 381 072.34
Net income on investments	11 019 758.42
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	196 011 000.15
Realized gain (loss) on financial futures	-2 257 131.26
Total realized gain (loss) on investments	193 753 868.89
Realized gain (loss) on foreign exchange	-1 129 712.77
Total realized gain (loss)	192 624 156.12
Net realized gain (loss) of the financial year	203 643 914.54
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-125 876 015.86
Unrealized appreciation (depreciation) on financial futures	-313 327.78
Total changes in unrealized appreciation (depreciation)	-126 189 343.64
Net increase (decrease) in net assets as a result of operations	77 454 570.90

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	1 296 247 441.20
Subscriptions	486 198 990.32
Redemptions	-583 585 655.18
	<hr/>
Total net subscriptions (redemptions)	-97 386 664.86
Net income on investments	11 019 758.42
Total realized gain (loss)	192 624 156.12
Total changes in unrealized appreciation (depreciation)	-126 189 343.64
	<hr/>
Net increase (decrease) in net assets as a result of operations	77 454 570.90
Net assets at the end of the financial year	1 276 315 347.24

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	2 353 758.5371
Number of units issued	795 757.3190
Number of units redeemed	-973 271.9970
Number of units outstanding at the end of the financial year	2 176 243.8591

Statement of Investments in Securities and other Net Assets as of 30 November 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)	917 267.00	18 345 340.00	1.44
Total Austria		18 345 340.00	1.44
Denmark			
DKK A.P. MOLLER-MAERSK SER'B'DKK1000	2 445.00	19 901 990.67	1.56
Total Denmark		19 901 990.67	1.56
Finland			
EUR NOKIA OYJ EURO.06	2 725 220.00	74 316 749.40	5.82
Total Finland		74 316 749.40	5.82
France			
EUR AIR FRANCE-KLM EUR8.50	523 203.00	12 860 329.74	1.01
EUR FRANCE TELECOM EUR4	1 312 560.00	34 060 932.00	2.67
EUR PPR EUR4	192 512.00	22 144 655.36	1.74
EUR REMY COINTREAU EUR1.60	53 560.00	2 663 003.20	0.21
EUR SANOFI-AVENTIS EUR2	340 193.00	22 115 946.93	1.73
EUR TOTAL EUR2.5 (POST SUBDIVISION)	1 146 677.00	63 330 970.71	4.95
EUR UNIBAIL-RODAMCO EUR5	73 014.00	11 311 328.88	0.89
EUR VIVENDI SA EUR5.50	422 735.00	13 269 651.65	1.04
Total France		181 756 818.47	14.24
Germany			
EUR BAYER MOTOREN WERK EUR1	470 754.00	19 630 441.80	1.54
Total Germany		19 630 441.80	1.54
Greece			
EUR ALPHA BANK EUR3.90(CR)	471 302.00	10 953 058.48	0.86
Total Greece		10 953 058.48	0.86
Ireland			
EUR BK OF IRELAND ORD STK EURO.64	1 379 484.00	15 036 375.60	1.18
Total Ireland		15 036 375.60	1.18
Italy			
EUR BANCO POPOLARE EUR3.60	931 780.00	14 321 458.60	1.12
EUR TELECOM ITALIA SPA DI RISP EURO.55	22 700 000.00	38 748 900.00	3.04
Total Italy		53 070 358.60	4.16
Netherlands			
EUR AEGON NV	5 461 840.00	66 689 066.40	5.22
EUR ASML HOLDING NV	1 123 738.00	26 666 302.74	2.09
EUR HUNTER DOUGLAS NV EURO.24	216 080.00	10 780 231.20	0.84
EUR ORDINA NV EURO.10	592 685.00	7 130 000.55	0.56
GBP ROYAL DUTCH SHELL 'A'SHS EURO.07 (DUTCH LISTING)	1 323 155.00	36 439 075.77	2.86
EUR TNT NV EURO.48	814 621.00	22 801 241.79	1.79
Total Netherlands		170 505 918.45	13.36
Norway			
NOK NORSKE SKOGSINDUST NOK10	1 007 200.00	4 931 382.02	0.39
NOK TELENOR ASA ORD NOK6	2 357 100.00	37 286 348.11	2.92
Total Norway		42 217 730.13	3.31
Spain			
EUR TELEFONICA SA EUR1	2 241 615.00	51 355 399.65	4.02
Total Spain		51 355 399.65	4.02
Sweden			
SEK ELECTROLUX AB SER'B'NPV (POST SPLIT)	718 549.00	8 256 574.23	0.65
SEK HOLMEN AB SER'B'NPV	341 000.00	8 945 728.38	0.70
SEK SVENSKA CELLULOSA SER'B'NPV	1 158 100.00	14 079 172.65	1.10
Total Sweden		31 281 475.26	2.45
Switzerland			
CHF ROCHE HLDGS AG CHF1(BR)	147 021.00	21 024 848.06	1.65
Total Switzerland		21 024 848.06	1.65
United Kingdom			
GBP AVIVA ORD GBP0.25	3 888 519.00	37 148 537.22	2.91
GBP BP ORD USD0.25	3 992 916.00	33 000 103.58	2.59
GBP FRIENDS PROVIDENT ORD GBP0.10	10 731 444.00	23 555 931.22	1.85
GBP GLAXOSMITHKLINE ORD GBP0.25	2 821 080.00	50 898 429.54	3.99
GBP HSBC HLDGS ORD USD0.50(UK REG)	4 038 518.00	46 954 068.88	3.68
GBP REED ELSEVIER ORD GBP0.125	2 750 058.00	23 575 797.52	1.85
GBP SAGE GROUP ORD GBP0.01	7 961 398.00	24 060 976.96	1.89

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
GBP VODAFONE GROUP ORD USD0.11428571	35 451 462.00	90 480 635.03	7.05
GBP WOLSELEY ORD GBP0.25	1 020 872.00	9 931 541.46	0.78
Total United Kingdom		339 606 021.41	26.59
Total Bearer shares		1 049 002 525.98	82.18
Other shares			
Netherlands			
EUR ING GROEP NV CVA EUR0.24	653 481.00	17 336 850.93	1.36
Total Netherlands		17 336 850.93	1.36
Total Other shares		17 336 850.93	1.36
Preference shares			
Germany			
EUR HENKEL KGAA NON-VTG PRF NPV	806 660.00	30 459 481.60	2.39
Total Germany		30 459 481.60	2.39
Total Preference shares		30 459 481.60	2.39
Registered shares			
Germany			
EUR DEUTSCHE POST AG NPV(REGD)	2 752 199.00	63 878 538.79	5.01
Total Germany		63 878 538.79	5.01
Switzerland			
CHF CREDIT SUISSE GRP CHF0.04(REGD)	388 513.00	15 976 313.09	1.25
CHF NESTLE SA CHF1(REGD)	128 914.00	42 238 166.83	3.31
Total Switzerland		58 214 479.92	4.56
Total Registered shares		122 093 018.71	9.57
Strip on shares			
Belgium			
EUR FORTIS VVPR STRIP	4 734.00	47.34	0.00
Total Belgium		47.34	0.00
France			
EUR SUEZ VVPR STRIP	20 000.00	200.00	0.00
EUR TOTAL EUR2.5 VVPR STRIP	77 400.00	774.00	0.00
Total France		974.00	0.00
Total Strip on shares		1 021.34	0.00
Total Transferable securities and money market instruments listed on an official stock exchange		1 218 892 898.56	95.50
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
Luxembourg			
EUR UBS (LUX) EQUITY SICAV – SMALL CAPS EUROPE (EUR) B	114 572.33	22 306 087.12	1.75
Total Luxembourg		22 306 087.12	1.75
Switzerland			
EUR UBS (CH) EQUITY FUND – SMALL CAPS EUROPE	99 910.09	24 383 056.98	1.91
Total Switzerland		24 383 056.98	1.91
Total Investment certificates, open end		46 689 144.10	3.66
Total UCITS in accordance with Article 41 (1) e		46 689 144.10	3.66
Total investments in securities		1 265 582 042.66	99.16
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 840 846.84	0.22
Other assets and liabilities		7 892 457.74	0.62
Total net assets		1 276 315 347.24	100.00

UBS (Lux) Equity Fund

– European Smaller Technology

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		86 326 172.85	67 110 018.34	64 623 798.25
Class B	LU0106137283			
Units outstanding		3 323 649.8193	3 140 219.5293	3 829 600.8003
Net asset value per unit in EUR		25.97	21.37	16.87

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), small cap technology stocks performed significantly better than European caps overall. The technologies segment started the year off quite well, but it came under heavy pressure in the second half of the year on the back of the US sub-prime crisis along with the rest of the market.

During the year under review (from 1 December 2006 until 30 November 2007), the subfund underperformed its benchmark, the TecDAX®. The key driver for this was the strong performance of the solar and wind energy sector (e.g. Q-Cells nearly tripled), as high valuations led to the subfund being underweight to this sector. Positive contributors included biotech (Qiagen), RFID (Smartrac) and hardware (Balda, Kontron).

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Germany	73.78
Netherlands	16.55
Switzerland	5.41
Denmark	1.70
Austria	0.71
Total	98.15

Economic Breakdown as a % of net assets	
Energy & water supply	21.19
Internet, software & IT services	19.52
Biotechnology	17.60
Computer hardware & network equipment providers	5.11
Graphic design, publishing & media	3.72
Electronics & semiconductors	3.39
Telecommunications	3.38
Bonds issued by utility companies	3.32
Finance & holding companies	2.60
Photographic & optics	2.47
Miscellaneous consumer goods	2.42
Miscellaneous unclassified companies	2.41
Miscellaneous services	2.36
Pharmaceuticals, cosmetics & medical products	2.22
Electrical devices & components	2.05
Mechanical engineering & industrial equipment	1.96
Building industry & materials	1.16
Healthcare & social services	0.97
Chemicals	0.30
Total	98.15

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	75 472 906.00
Investments in securities, unrealized appreciation (depreciation)	9 255 477.05
Total investments in securities (Note 1)	84 728 383.05
Time deposits and fiduciary deposits	1 469 555.45
Receivable on subscriptions	458 306.74
Total Assets	86 656 245.24
Liabilities	
Interest payable on bank overdraft	-411.89
Payable on redemptions	-256 546.97
Provisions for all-in fee (Note 2)	-65 958.76
Provisions for taxe d'abonnement (Note 3)	-7 154.77
Total provisions	-73 113.53
Total Liabilities	-330 072.39
Net assets at the end of the financial year	86 326 172.85

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	110 325.80
Dividends	1 514 436.28
Total income	1 624 762.08
Expenses	
All-in fee (Note 2)	-1 723 613.01
Taxe d'abonnement (Note 3)	-45 498.00
Interest on liquid assets and bank overdraft	-3 297.50
Total expenses	-1 772 408.51
Net income on investments	-147 646.43
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	4 760 953.97
Total realized gain (loss) on investments	4 760 953.97
Total realized gain (loss)	4 760 953.97
Net realized gain (loss) of the financial year	4 613 307.54
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	9 556 284.13
Total changes in unrealized appreciation (depreciation)	9 556 284.13
Net increase (decrease) in net assets as a result of operations	14 169 591.67

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	67 110 018.34
Subscriptions	63 308 890.54
Redemptions	-58 262 327.70
Total net subscriptions (redemptions)	5 046 562.84
Net income on investments	-147 646.43
Total realized gain (loss)	4 760 953.97
Total changes in unrealized appreciation (depreciation)	9 556 284.13
Net increase (decrease) in net assets as a result of operations	14 169 591.67
Net assets at the end of the financial year	86 326 172.85

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	3 140 219.5293
Number of units issued	2 478 707.2470
Number of units redeemed	-2 295 276.9570
Number of units outstanding at the end of the financial year	3 323 649.8193

Statement of Investments in Securities and other Net Assets as of 30 November 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

Austria

EUR	AT&S AUSTRIA TECH NPV	40 000.00	610 000.00	0.71
Total Austria			610 000.00	0.71

Denmark

EUR	GENMAB AS DKK1 (BEARER)	35 000.00	1 464 750.00	1.70
Total Denmark			1 464 750.00	1.70

Germany

EUR	10TACLE STUDIOS AG NPV (BR)	220 000.00	2 076 800.00	2.41
EUR	BALDA AG NPV	225 000.00	2 092 500.00	2.42
EUR	BECHTLE AG NPV	17 000.00	507 960.00	0.59
EUR	CARL ZEISS MEDITEC NPV	100 000.00	1 390 000.00	1.61
EUR	CENTROTEC SUSTAIN NPV	68 804.00	997 658.00	1.16
EUR	D&S EUROPE AG NPV	107 225.00	1 391 780.50	1.61
EUR	DRILLISCH AG NPV	250 000.00	1 512 500.00	1.75
EUR	EASY SOFTWARE AG NPV	210 000.00	1 266 300.00	1.47
EUR	EM.TV AG ORD NPV	250 000.00	980 000.00	1.14
EUR	FREENET AG NPV (BR)	145 000.00	2 324 350.00	2.69
EUR	FUNKWERK AG NPV	60 000.00	912 600.00	1.06
EUR	IDS SCHEER AG NPV	50 000.00	799 500.00	0.93
EUR	INTICOM SYSTEMS AG NPV	160 000.00	1 406 400.00	1.63
EUR	KONTRON AG NPV	300 000.00	4 410 000.00	5.11
EUR	MORPHOSYS ORD NPV	27 000.00	1 126 980.00	1.31
EUR	MUEHLBAUER HOLDING ORD NPV	10 000.00	248 000.00	0.29
EUR	NORDEX AG NPV	88 250.00	2 960 787.50	3.43
EUR	OHB TECHNOLOGY AG NPV	40 000.00	476 000.00	0.55
EUR	PFEIFFER VAC TECHN ORD NPV	30 000.00	1 692 300.00	1.96
EUR	PLAN OPTIK AG NPV	67 500.00	263 250.00	0.30
EUR	Q-CELLS AG NPV	95 000.00	9 150 400.00	10.57
EUR	SILICON SENSOR INT NPV	120 000.00	2 132 400.00	2.47
EUR	SOFTWARE AG NPV (BEARER)	60 000.00	3 342 600.00	3.87
EUR	SOLARWORLD AG NPV	150 000.00	6 181 500.00	7.16
EUR	SYSKOPLAN AG NPV	140 000.00	1 148 000.00	1.33
EUR	TELEGATE AG NPV	10 958.00	170 287.32	0.20
EUR	WIRECARD AG NPV	250 000.00	2 870 000.00	3.32
Total Germany			53 830 853.32	62.34

Netherlands

EUR	AD PEPPER MEDIA IN EURO.10	300 000.00	1 050 000.00	1.22
EUR	AMT HOLDING EURO.04	100 000.00	836 000.00	0.97
EUR	SMARTRAC NV	30 000.00	1 105 500.00	1.28
EUR	TELE ATLAS N.V. EURO.1	114 492.00	3 211 500.60	3.72
Total Netherlands			6 203 000.60	7.19

Switzerland

EUR	BB BIOTECH CHF1(BR)	68 000.00	3 753 600.00	4.35
EUR	BIOPETROL INDUSTRI CHF1 (BR)	38 320.00	155 579.20	0.18
Total Switzerland			3 909 179.20	4.53

Total Bearer shares

66 017 783.12 76.47

Preference shares

Germany

EUR	DRAEGERWERK AG NON-VTG PRF NPV	10 000.00	523 600.00	0.61
Total Germany			523 600.00	0.61

Total Preference shares

523 600.00 0.61

Registered shares

Germany

EUR	EPCOS ORD NPV	240 000.00	2 925 600.00	3.39
EUR	UNITED INTERNET AG NPV(REGD)	400 000.00	6 416 000.00	7.43
Total Germany			9 341 600.00	10.82

Netherlands

EUR	QIAGEN NV COM EURO.01	560 000.00	8 086 400.00	9.37
Total Netherlands			8 086 400.00	9.37

Switzerland

EUR	CYTOS BIOTECH AG CHF0.10	15 000.00	758 250.00	0.88
Total Switzerland			758 250.00	0.88

Total Registered shares

18 186 250.00 21.07

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Other securities and rights			
Germany			
EUR DRILLISCH AG-RIGHTS 07-26.11.07	249 977.00	749.93	0.00
Total Germany		749.93	0.00
Total Other securities and rights		749.93	0.00
Total Transferable securities and money market instruments listed on an official stock exchange		84 728 383.05	98.15
Total investments in securities		84 728 383.05	98.15
Time deposits and fiduciary deposits		1 469 555.45	1.70
Other assets and liabilities		128 234.35	0.15
Total net assets		86 326 172.85	100.00

UBS (Lux) Equity Fund – Financial Services

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		66 340 018.11	89 769 344.41	122 136 602.99
Class B	LU0099863671			
Units outstanding		672 125.2740	783 564.4670	1 150 254.3070
Net asset value per unit in EUR		98.70	114.57	106.18

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), global equity market performance was slightly positive in EUR terms. While equity markets in Europe and Australia performed very well, the US and the Japanese market both underperformed. At the sector level, financials posted negative returns and strongly underperformed the market mainly due to credit issues coming from the US sub-prime mortgage field. Within financials, insurance outperformed relative to banks.

During the year under review, the subfund underperformed its benchmark, the MSCI Comb. (banks, insurances, fin. serv.). At the country level, negative contribution came from underweights in Australia and Hong Kong, whereas the underweight in the US and UK and the overweight in Europe helped performance. At the stock level, positive impact came from overweights in Standard Chartered and Intesa Sanpaolo. Overweights in Citigroup and Freddie Mac dragged on performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	33.20
United Kingdom	7.93
Germany	7.67
Switzerland	7.01
Italy	6.78
France	6.69
Japan	6.65
Canada	4.88
Ireland	3.56
Greece	3.45
Spain	3.26
Australia	1.98
Netherlands	1.84
Sweden	1.45
Belgium	1.20
Thailand	0.52
Total	98.07

Economic Breakdown as a % of net assets	
Banks & credit institutions	63.23
Insurance	25.39
Finance & holding companies	7.66
Mortgage & funding institutions	1.79
Total	98.07

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	70 087 462.66
Investments in securities, unrealized appreciation (depreciation)	-5 032 564.10
Total investments in securities (Note 1)	65 054 898.56
Cash at banks, deposits on demand and deposit accounts	938 162.44
Receivable on securities sales (Note 1)	160 790.81
Receivable on subscriptions	447 724.40
Interest receivable on liquid assets	1 442.61
Receivable on dividends	117 928.43
Total Assets	66 720 947.25
Liabilities	
Payable on securities purchases (Note 1)	-258 376.18
Payable on redemptions	-70 861.05
Provisions for all-in fee (Note 2)	-46 193.60
Provisions for taxe d'abonnement (Note 3)	-5 498.31
Total provisions	-51 691.91
Total Liabilities	-380 929.14
Net assets at the end of the financial year	66 340 018.11

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	38 266.43
Dividends	3 198 785.30
Income on securities lending (Note 4)	80 060.04
Total income	3 317 111.77
Expenses	
All-in fee (Note 2)	-1 493 708.38
Taxe d'abonnement (Note 3)	-39 703.86
Interest on liquid assets and bank overdraft	-5 823.73
Total expenses	-1 539 235.97
Net income on investments	1 777 875.80
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	3 577 028.71
Total realized gain (loss) on investments	3 577 028.71
Realized gain (loss) on foreign exchange	-1 506.52
Total realized gain (loss)	3 575 522.19
Net realized gain (loss) of the financial year	5 353 397.99
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-15 140 508.53
Total changes in unrealized appreciation (depreciation)	-15 140 508.53
Net increase (decrease) in net assets as a result of operations	-9 787 110.54

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	89 769 344.41
Subscriptions	33 820 006.79
Redemptions	-47 462 222.55
	<hr/>
Total net subscriptions (redemptions)	-13 642 215.76
Net income on investments	1 777 875.80
Total realized gain (loss)	3 575 522.19
Total changes in unrealized appreciation (depreciation)	-15 140 508.53
	<hr/>
Net increase (decrease) in net assets as a result of operations	-9 787 110.54
Net assets at the end of the financial year	66 340 018.11

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	783 564.4670
Number of units issued	301 252.6500
Number of units redeemed	-412 691.8430
Number of units outstanding at the end of the financial year	672 125.2740

Statement of Investments in Securities and other Net Assets as of 30 November 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	QBE INS GROUP NPV	67 230.00	1 313 237.21	1.98
Total Australia			1 313 237.21	1.98
Belgium				
EUR	KBC ANCORA NPV (POST SPLIT)	10 496.00	799 165.44	1.20
Total Belgium			799 165.44	1.20
Canada				
CAD	MANULIFE FINL CORP COM	65 400.00	1 862 251.19	2.81
CAD	TORONTO DOMINION BK ONT COM NEW	26 900.00	1 375 009.25	2.07
Total Canada			3 237 260.44	4.88
France				
EUR	AXA EUR2.29	68 048.00	1 900 580.64	2.86
EUR	BNP PARIBAS EUR2	32 913.00	2 539 237.95	3.83
Total France			4 439 818.59	6.69
Germany				
EUR	HYPO REAL ESTATE NPV	32 760.00	1 186 894.80	1.79
EUR	KB DT INDUSTRIEBK ORD NPV	3 374.00	28 544.04	0.04
Total Germany			1 215 438.84	1.83
Greece				
EUR	ALPHA BANK EUR3.90(CR)	58 274.00	1 354 287.76	2.04
Total Greece			1 354 287.76	2.04
Ireland				
EUR	BK OF IRELAND ORD STK EURO.64	141 862.00	1 546 295.80	2.33
EUR	IRISH LIFE & PERM ORD EURO.32	61 655.00	813 846.00	1.23
Total Ireland			2 360 141.80	3.56
Italy				
EUR	BANCO POPOLARE EUR3.60	35 500.00	545 635.00	0.82
EUR	INTESA SANPAOLO	408 607.00	2 226 908.15	3.36
EUR	UNICREDITO ITALIAN EURO.50	296 035.00	1 723 515.77	2.60
Total Italy			4 496 058.92	6.78
Japan				
JPY	AIFUL CORP NPV	22 950.00	305 161.32	0.46
JPY	FUKUJOKA FINANCIAL NPV	136 000.00	597 219.31	0.90
JPY	MITSUI SUMITOMO IN NPV	59 000.00	436 644.45	0.66
JPY	NOMURA HOLDINGS NPV	36 900.00	450 538.22	0.68
JPY	SOMPO JAPAN INS NPV	83 000.00	546 464.26	0.82
JPY	SUMITOMO MITSUI FG NPV	178.00	1 039 655.39	1.56
JPY	SUMITOMO TRUST&BKG NPV	117 000.00	660 374.45	1.00
JPY	TAKEFUJI CORP NPV	21 600.00	377 420.00	0.57
Total Japan			4 413 477.40	6.65
Sweden				
SEK	SKAND ENSKILDA BKN SER'A'NPV	50 600.00	963 196.64	1.45
Total Sweden			963 196.64	1.45
Thailand				
THB	BK OF AYUDHYA THB10(LOCAL)	620 000.00	343 175.37	0.52
Total Thailand			343 175.37	0.52
United Kingdom				
GBP	BARCLAYS ORD GBP0.25	249 328.00	1 966 312.62	2.97
GBP	HSBC HLDGS ORD USD0.50(UK REG)	31 381.00	364 853.06	0.55
GBP	PRUDENTIAL ORD GBP0.05	100 522.00	956 101.53	1.44
GBP	ROYAL BK SCOT GRP ORD GBP0.25	87 829.00	564 707.74	0.85
GBP	STANDARD CHARTERED ORD USD0.50	52 450.00	1 406 243.55	2.12
Total United Kingdom			5 258 218.50	7.93
United States				
USD	AFLAC INC COM	32 500.00	1 386 926.46	2.09
USD	ALLSTATE CORP COM	22 000.00	766 181.83	1.15
USD	AMERICAN FINL GROUP INC OHIO COM	42 000.00	836 079.98	1.26
USD	BANK OF AMERICA CORPORATION COM	28 900.00	908 237.90	1.37
USD	BK OF NY MELLON CP COM STK USD0.01	57 677.00	1 884 517.44	2.84
USD	CITIGROUP INC COM	114 700.00	2 602 111.93	3.92
USD	CITY NATL CORP COM	21 700.00	952 354.80	1.44
USD	DISCOVER FINL SVCS COM STK USD0.01	20 850.00	246 731.27	0.37
USD	FIFTH THIRD BANCORP COM	65 900.00	1 342 827.26	2.02
USD	FREDDIE MAC MTG CORP COM	32 000.00	764 546.79	1.15
USD	HARTFORD FINL SVCS GROUP INC COM	25 300.00	1 642 944.44	2.48
USD	JP MORGAN CHASE & CO COM	79 800.00	2 480 141.70	3.74
USD	MERRILL LYNCH & CO INC COM	21 100.00	861 623.46	1.30

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	37 200.00	1 336 092.93	2.01
USD PNC FINL SVCS GROUP INC COM	24 400.00	1 216 966.31	1.83
USD WELLS FARGO & CO NEW COM	126 400.00	2 792 623.22	4.23
Total United States		22 020 907.72	33.20
Total Bearer shares		52 214 384.63	78.71
Other shares			
Netherlands			
EUR ING GROEP NV CVA EURO.24	45 902.00	1 217 780.06	1.84
Total Netherlands		1 217 780.06	1.84
Total Other shares		1 217 780.06	1.84
Registered shares			
Germany			
EUR ALLIANZ SE NPV(REGD)(VINKULIERT)	15 215.00	2 145 315.00	3.24
EUR DEUTSCHE BANK AG NPV(REGD)	7 350.00	659 956.50	0.99
EUR MUENCHENER RUECKVE NPV(REGD)	8 600.00	1 070 872.00	1.61
Total Germany		3 876 143.50	5.84
Greece			
EUR EFG EUROBANK ERGAS EUR3.30(CR)	38 705.00	931 242.30	1.40
Total Greece		931 242.30	1.40
Spain			
EUR BANCO SANTANDER SA EURO.50(REGD)	53 623.00	785 040.72	1.18
EUR BBVA(BILB-VIZ-ARG) EURO.49	81 026.00	1 378 252.26	2.08
Total Spain		2 163 292.98	3.26
Switzerland			
CHF CREDIT SUISSE GRP CHF0.04(REGD)	38 488.00	1 582 691.80	2.39
CHF UBS AG CHF0.1 (POST SUBDIVISION)	55 055.00	1 900 194.00	2.87
CHF ZURICH FIN SVS GRP CHF0.10	5 885.00	1 169 169.29	1.76
Total Switzerland		4 652 055.09	7.02
Total Registered shares		11 622 733.87	17.52
Total Transferable securities and money market instruments listed on an official stock exchange		65 054 898.56	98.07
Total investments in securities		65 054 898.56	98.07
Cash at banks, deposits on demand and deposit accounts and other liquid assets		938 162.44	1.41
Other assets and liabilities		346 957.11	0.52
Total net assets		66 340 018.11	100.00

UBS (Lux) Equity Fund – Global Innovators

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		974 108 779.80	201 757 485.36	68 529 139.79
Class B	LU0130799603			
Units outstanding		11 210 368.3770	3 070 112.7620	1 228 877.2810
Net asset value per unit in EUR		86.89	65.72	55.18
Class BG	LU0168505948			
Units outstanding		N/A	N/A	56 283.9330
Net asset value per unit in EUR		N/A	N/A	12.87

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the threat of climate change, rising healthcare costs and water scarcity were on the political agenda of most of the world. New programmes have been launched around the world, with the European Union and China both saying that they want to generate about 20% of their power from renewable energy by 2020. In the US, about 30 states have established policies to promote renewable energy.

The subfund does not have a benchmark. As in the preceding three years, the absolute performance during the period under review was again very positive, spawned by persistently high oil prices and continuing interest in the renewable energy sector. The period under review also witnessed strong volatility, with corrections in July and then again in November due to uncertainty in the markets linked to the sub-prime credit crisis.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Germany	23.44
United States	19.33
Canada	7.35
Switzerland	7.17
Austria	5.09
Denmark	4.64
Spain	3.46
Norway	3.43
United Kingdom	3.14
China	1.77
Singapore	1.24
Italy	1.23
Greece	1.09
Belgium	1.00
France	0.93
Luxembourg	0.90
Netherlands	0.81
Japan	0.69
Hong Kong	0.67
Ireland	0.67
Sweden	0.59
Philippines	0.44
Australia	0.33
Isle of Man	0.21
Bermuda	0.07
Total	89.69

Economic Breakdown as a % of net assets	
Energy & water supply	22.41
Finance & holding companies	10.60
Miscellaneous unclassified companies	9.56
Electrical devices & components	9.23
Building industry & materials	6.31
Miscellaneous services	5.63
Mechanical engineering & industrial equipment	4.94
Electronics & semiconductors	4.52
Vehicles	2.30
Petroleum	1.87
Healthcare & social services	1.74
Environmental services & recycling	1.60
Various capital goods	1.35
Miscellaneous consumer goods	1.26
Graphic design, publishing & media	1.24
Telecommunications	1.07
Chemicals	0.98
Pharmaceuticals, cosmetics & medical products	0.76
Agriculture & fishery	0.67
Retail trade, department stores	0.67
Biotechnology	0.50
Rubber & tyres	0.48
Total	89.69

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	765 782 436.83
Investments in securities, unrealized appreciation (depreciation)	107 956 610.09
Total investments in securities (Note 1)	873 739 046.92
Cash at banks, deposits on demand and deposit accounts	94 070 129.92
Receivable on securities sales (Note 1)	2 400 300.03
Receivable on subscriptions	7 187 016.50
Interest receivable on liquid assets	260 739.83
Receivable on dividends	167 447.12
Total Assets	977 824 680.32
Liabilities	
Bank overdraft	-155.74
Interest payable on bank overdraft	-0.71
Payable on securities purchases (Note 1)	-107 329.09
Payable on redemptions	-2 750 655.53
Provisions for all-in fee (Note 2)	-777 024.62
Provisions for taxe d'abonnement (Note 3)	-80 734.83
Total provisions	-857 759.45
Total Liabilities	-3 715 900.52
Net assets at the end of the financial year	974 108 779.80

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	1 676 196.09
Dividends	2 431 478.92
Income on securities lending (Note 4)	363 716.54
Total income	4 471 391.55
Expenses	
All-in fee (Note 2)	-12 049 567.61
Taxe d'abonnement (Note 3)	-334 448.36
Interest on liquid assets and bank overdraft	-109 487.14
Total expenses	-12 493 503.11
Net income on investments	-8 022 111.56
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	18 642 402.64
Realized gain (loss) on forward foreign exchange contracts	6 726.37
Total realized gain (loss) on investments	18 649 129.01
Realized gain (loss) on foreign exchange	-1 122 365.32
Total realized gain (loss)	17 526 763.69
Net realized gain (loss) of the financial year	9 504 652.13
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	101 584 550.01
Total changes in unrealized appreciation (depreciation)	101 584 550.01
Net increase (decrease) in net assets as a result of operations	111 089 202.14

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	201 757 485.36
Subscriptions	966 893 736.76
Redemptions	-305 631 644.46
Total net subscriptions (redemptions)	661 262 092.30
Net income on investments	-8 022 111.56
Total realized gain (loss)	17 526 763.69
Total changes in unrealized appreciation (depreciation)	101 584 550.01
Net increase (decrease) in net assets as a result of operations	111 089 202.14
Net assets at the end of the financial year	974 108 779.80

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	3 070 112.7620
Number of units issued	11 909 110.4070
Number of units redeemed	-3 768 854.7920
Number of units outstanding at the end of the financial year	11 210 368.3770

Statement of Investments in Securities and other Net Assets as of 30 November 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			
GBP PLANTIC TECHNOLOGI ORD NPV	3 446 705.00	3 186 553.15	0.33
Total Australia		3 186 553.15	0.33
Austria			
EUR FRAUENTHAL HOLDING NPV	208 256.00	4 560 806.40	0.47
EUR MEINL INTL POWER EUR10 (BR)	1 700 000.00	9 520 000.00	0.98
EUR OEST ELEKTRIZITATS CLASS'A'NPV	475 262.00	21 957 104.40	2.25
EUR ZUMTOBEL AG NPV(BR)	496 171.00	13 540 506.59	1.39
Total Austria		49 578 417.39	5.09
Belgium			
EUR EUROFINS SCIENTIFI EURO.10	120 000.00	9 715 200.00	1.00
Total Belgium		9 715 200.00	1.00
Canada			
CAD BIOTEQ ENVIRONMENTAL TECHNOLOG COM	4 503 550.00	12 430 886.11	1.28
CAD CANADIAN HYDRO DEVELOPERS INC COM	2 798 400.00	11 748 504.29	1.21
CAD CARMANAH TECHNOLOGIES CORP COM	1 010 000.00	881 096.38	0.09
CAD INTERMAP TECHNOLOGIES LTD CL A NEW	600 000.00	4 293 709.17	0.44
CAD MEDICAL INTELLIGEN COM NPV	6 100 000.00	2 078 700.47	0.21
CAD PURE TECHNOLOGIES COM NPV	2 497 900.00	4 937 022.67	0.51
CAD QUESTAIR TECHNOLOGIES INC COM	3 045 100.00	1 037 680.46	0.11
CAD RAILPOWER TECHNOLOGIES CORP COM	6 434 100.00	1 403 233.23	0.14
CAD STANTEC INC COM NPV	552 300.00	12 704 012.01	1.30
USD SUNOPTA INC COM	1 491 997.00	14 545 407.96	1.49
CAD TSO3 INC COM NPV	1 600 000.00	2 366 310.83	0.24
Total Canada		68 426 563.58	7.02
Denmark			
DKK VESTAS WIND SYSTEM DKK1	695 900.00	45 166 991.29	4.64
Total Denmark		45 166 991.29	4.64
France			
EUR BIOMERIEUX NPV	67 623.00	5 045 352.03	0.51
EUR EDF ENERGIES NOUVELLES SA	74 746.00	4 051 233.20	0.42
Total France		9 096 585.23	0.93
Germany			
EUR CENTROTEC SUSTAIN NPV	652 442.00	9 460 409.00	0.97
EUR CENTROTHERM PHOTOV NPV (BR)	172 313.00	9 296 286.35	0.95
EUR ERSOL SOLAR ENERGY NPV	186 449.00	13 187 537.77	1.35
EUR INTERSEROH AG NPV	165 923.00	7 599 273.40	0.78
EUR MANZ AUTOMATION AG NPV	35 000.00	5 197 500.00	0.53
EUR MASTERFLEX AG NPV	255 278.00	4 709 879.10	0.48
EUR MVV ENERGIE AG NPV (REGD)	323 344.00	10 605 683.20	1.09
EUR NORDEX AG NPV	168 038.00	5 637 674.90	0.58
EUR PETROTEC AG	326 613.00	1 731 048.90	0.18
EUR Q-CELLS AG NPV	395 886.00	38 131 739.52	3.94
EUR RATIONAL AG NPV	82 591.00	12 368 002.25	1.27
EUR ROTH & RAU AG NPV (BR)	56 039.00	12 973 028.50	1.33
EUR SFC SMART FUEL CEL NPV	295 000.00	5 194 950.00	0.53
EUR SOLAR MILLENNIUM NPV	346 883.00	14 527 460.04	1.49
EUR SOLAR-FABRIK AG NPV	380 000.00	4 590 400.00	0.47
EUR SOLARWORLD AG NPV	718 942.00	29 627 599.82	3.04
EUR SOLON AG NPV	275 914.00	20 141 722.00	2.07
EUR WACKER CHEMIE AG NPV(BR)	50 000.00	9 513 000.00	0.98
EUR ZHONGDE WASTE TECH NPV (BR)	130 714.00	4 637 732.72	0.48
Total Germany		219 130 927.47	22.51
Greece			
EUR TERNA ENERGY SA EURO.3	1 145 000.00	10 648 500.00	1.09
Total Greece		10 648 500.00	1.09
Hong Kong			
HKD CHAODA MODERN AGR HKD0.10	10 246 500.00	6 563 326.62	0.67
Total Hong Kong		6 563 326.62	0.67
Isle of Man			
GBP TRADING EMISSIONS ORD GBP0.01	1 020 633.00	2 040 886.45	0.21
Total Isle of Man		2 040 886.45	0.21
Italy			
EUR LANDI RENZO EURO.10	2 600 000.00	6 500 000.00	0.67
EUR PRYSMIAN CAB & SYS NPV	320 817.00	5 502 011.55	0.56
Total Italy		12 002 011.55	1.23

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Japan			
JPY KURITA WATER INDS NPV	335 000.00	6 707 355.05	0.69
Total Japan		6 707 355.05	0.69
Netherlands			
EUR WAVIN N.V. EUR1.25	875 087.00	7 875 783.00	0.81
Total Netherlands		7 875 783.00	0.81
Norway			
NOK RENEWABLE ENERGY NOK1	1 000 000.00	33 419 004.46	3.43
Total Norway		33 419 004.46	3.43
Philippines			
PHP PNOC ENERGY DEVELOPMENT CORP	39 315 000.00	4 320 516.58	0.44
Total Philippines		4 320 516.58	0.44
Singapore			
SGD RAFFLES EDUCATION CORPORATION LTD	8 000 000.00	12 054 932.89	1.24
Total Singapore		12 054 932.89	1.24
Spain			
EUR ABENGOA EURO.25	602 583.00	13 883 512.32	1.43
EUR GAMESA CORP TECNO EURO.17	640 246.00	19 860 430.92	2.03
Total Spain		33 743 943.24	3.46
Sweden			
SEK NIBE INDUSTRIER AB SER'B'NPV	700 000.00	4 982 823.82	0.51
SEK VARMEKYL GROSSIST NPV	933 400.00	806 267.28	0.08
Total Sweden		5 789 091.10	0.59
Switzerland			
CHF MEYER BURGER TECHNOLOGY AG	86 756.00	18 230 382.99	1.87
CHF ZEHNDER GROUP CHF100(BR)	4 093.00	4 571 443.02	0.47
Total Switzerland		22 801 826.01	2.34
United Kingdom			
GBP CARTER & CARTER ORD GBP0.04	185 767.00	214 682.01	0.02
GBP IP GROUP ORD GBP0.02	2 700 000.00	4 822 220.52	0.50
GBP LIPOXEN ORD GBP0.005	3 450 000.00	1 401 490.67	0.14
GBP RESEARCH NOW ORD GBP0.02	287 500.00	1 318 931.59	0.14
GBP SOUTHERN CROSS HEA ORD GBP0.01	2 462 075.00	19 882 624.36	2.03
GBP TEG GROUP PLC ORD GBP0.05	2 603 700.00	2 972 498.67	0.31
Total United Kingdom		30 612 447.82	3.14
United States			
USD ACTIVE POWER INC COM	1 000 000.00	1 532 854.17	0.16
USD AQUA AMERICA INC COM	756 100.00	11 404 471.85	1.17
USD BASIN WTR INC COM	800 000.00	3 820 553.87	0.39
USD CERNER CORP COM	210 000.00	8 548 216.78	0.88
USD CREE INC COM	375 300.00	6 297 400.28	0.65
USD FIRST SOLAR INC	100 000.00	16 156 283.00	1.66
USD GENERAL ELECTRIC CO COM	480 000.00	12 521 170.42	1.29
USD HEADWATERS INC COM	406 900.00	3 326 497.94	0.34
USD ITRON INC COM	354 843.00	18 747 198.05	1.92
USD JOHNSON CTLS INC COM	852 000.00	22 416 622.95	2.30
USD LIFE TIME FITNESS INC COM	386 300.00	14 295 613.31	1.47
USD MEMC ELECTR MATLS INC COM	360 000.00	19 027 012.30	1.95
USD ORMAT TECHNOLOGIES INC COM	540 400.00	18 591 954.22	1.91
GBP PROTONEX TECH CP ORD USD0.005 'REGS'	3 000 000.00	3 424 932.22	0.35
USD SUNRISE SENIOR LIVING INC COM	280 000.00	5 987 805.29	0.61
CAD WFI INDS LTD COM	316 900.00	6 468 612.58	0.66
USD WHOLE FOODS MKT INC COM	221 300.00	6 484 390.78	0.67
Total United States		179 051 590.01	18.38
Total Bearer shares		771 932 452.89	79.24
Registered shares			
Germany			
EUR SCHMACK BIOGAS AG NPV (REGD)	310 530.00	9 114 055.50	0.94
Total Germany		9 114 055.50	0.94
Switzerland			
CHF ABB LTD CHF2.50(REGD)	1 000 000.00	20 020 804.70	2.05
CHF GEBERIT CHF0.10(REGD) (POST SUBD)	130 000.00	12 221 259.14	1.25
CHF PRECIOUS WOODS HLD CHF50(REGD)	35 031.00	2 504 817.18	0.26
CHF SCHULTHESS GROUP CHF0.2 (REGD)(POST SUBD)	159 911.00	12 263 912.33	1.26
Total Switzerland		47 010 793.35	4.82
Total Registered shares		56 124 848.85	5.76
Total Transferable securities and money market instruments listed on an official stock exchange		828 057 301.74	85.00

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 traded on another regulated market

Bearer shares

Bermuda				
GBP	CLEAN AIR POWER COM STK USD0.001	2 225 000.00	670 103.05	0.07
Total Bermuda			670 103.05	0.07
Ireland				
GBP	ECOSECURITIES GRP ORD EURO.0025	2 656 234.00	6 511 446.81	0.67
Total Ireland			6 511 446.81	0.67
Total Bearer shares			7 181 549.86	0.74
Total Transferable securities and money market instruments traded on another regulated market			7 181 549.86	0.74

Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market

Bearer shares

Canada				
CAD	EXCEL-TECH LTD COM	1 086 700.00	2 392 237.34	0.25
Total Canada			2 392 237.34	0.25
United States				
GBP	CATALYTIC SOLUTIONS INC	2 028 000.00	2 372 070.23	0.24
USD	CEREPLAST INC COM STK USD0.01	15 789 474.00	6 884 397.83	0.71
Total United States			9 256 468.06	0.95
Total Bearer shares			11 648 705.40	1.20

Depository receipts

China				
USD	SUNTECH PWR HLDGS CO LTD ADR	320 000.00	17 259 529.24	1.77
Total China			17 259 529.24	1.77
Total Depository receipts			17 259 529.24	1.77
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			28 908 234.64	2.97

Derivative instruments listed on an official stock exchange

Warrants on shares

Canada				
CAD	MEDICAL INTELLIGENCE TECHNOL INC CALL WARRANT 0.850 18.10.08	3 050 000.00	135 115.53	0.02
CAD	RAILPOWER TECHNOLOGIES CALL WARRANT 1.25000 12.02.10	312 500.00	21 298.16	0.00
Total Canada			156 413.69	0.02
Luxembourg				
USD	MERRILL L/SUZLON ENERGY LTD CALL WARRANT 0.000001 05-16.09.10	270 000.00	8 805 797.53	0.90
Total Luxembourg			8 805 797.53	0.90
Total Warrants on shares			8 962 211.22	0.92
Total Derivative instruments listed on an official stock exchange			8 962 211.22	0.92

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

Warrants on shares

Canada				
CAD	BIOTEQ ENVIRONMENTAL TECH INC CALL WARRANT 1.250 05-08.12.07	330 000.00	629 744.01	0.06
CAD	TSO3 INC CALL WARRANT 3.00000 07-08.03.09	800 000.00	5.45	0.00
Total Canada			629 749.46	0.06
Total Warrants on shares			629 749.46	0.06
Total Derivative instruments not listed on an official stock exchange and not traded on another regulated market			629 749.46	0.06
Total investments in securities			873 739 046.92	89.69

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		94 070 129.92	9.66
Bank overdraft and other short-term liabilities		-155.74	0.00
Other assets and liabilities		6 299 758.70	0.65
Total net assets		974 108 779.80	100.00

UBS (Lux) Equity Fund – Great Britain

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in GBP		713 976 879.13	810 306 713.96	1 256 201 439.27
Class B	LU0098994139			
Units outstanding		6 595 882.3290	8 087 900.3020	13 937 272.0150
Net asset value per unit in GBP		108.25	100.19	90.13

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), following four consecutive years of growth, performance was weaker as the sub-prime crisis and the resilience of the global economy became a concern. The strongest sectors in the underlying Index were food, beverage & tobacco and food & drug retailers. The weakest sector was consumer durables. Only five of the underlying twenty four sectors generated a positive return over the period.

During the year under review, the subfund underperformed its benchmark, the MSCI United Kingdom 10/40 (r) Index. Stock selection is the key driver of subfund performance. Stock selection in capital goods, food, beverage & tobacco and retailing were detractors. At a stock level, Kingfisher, Prudential and Royal Dutch Shell were the main detractors. Stock selection in telecoms and materials was the most significant positive contributor. At a stock level, the largest contributors were the overweights to Rio Tinto, Hanson and Vodafone.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United Kingdom	95.10
Netherlands	2.81
Ireland	0.56
Total	98.47

Economic Breakdown as a % of net assets	
Petroleum	17.40
Banks & credit institutions	16.41
Telecommunications	9.86
Non-ferrous metals	8.07
Pharmaceuticals, cosmetics & medical products	7.32
Retail trade, department stores	7.29
Energy & water supply	4.58
Insurance	4.41
Tobacco & alcohol	4.13
Food & soft drinks	3.50
Lodging, catering & leisure	2.98
Aerospace industry	2.36
Packaging industry	1.92
Graphic design, publishing & media	1.49
Precious metals & stones	1.45
Finance & holding companies	1.33
Miscellaneous unclassified companies	1.06
Real estate	0.80
Computer hardware & network equipment providers	0.65
Investment funds & pension foundations	0.52
Forestry, paper & pulp products	0.33
Mechanical engineering & industrial equipment	0.31
Electrical devices & components	0.21
Building industry & materials	0.09
Total	98.47

Statement of Net Assets

	GBP
Assets	30.11.2007
Investments in securities, cost	589 671 594.44
Investments in securities, unrealized appreciation (depreciation)	113 380 820.46
Total investments in securities (Note 1)	703 052 414.90
Cash at banks, deposits on demand and deposit accounts	1 055 691.08
Receivable on securities sales (Note 1)	8 364 312.75
Receivable on subscriptions	350 249.85
Interest receivable on liquid assets	18 157.83
Receivable on dividends	3 298 675.76
Total Assets	716 139 502.17
Liabilities	
Payable on redemptions	-1 617 682.59
Other liabilities	-58 671.20
Provisions for all-in fee (Note 2)	-427 094.40
Provisions for taxe d'abonnement (Note 3)	-59 174.85
Total provisions	-486 269.25
Total Liabilities	-2 162 623.04
Net assets at the end of the financial year	713 976 879.13

Statement of Operations

	GBP
Income	1.12.2006–30.11.2007
Interest on liquid assets	499 194.44
Dividends	25 922 885.33
Income on securities lending (Note 4)	29 421.75
Total income	26 451 501.52
Expenses	
All-in fee (Note 2)	-11 446 598.03
Taxe d'abonnement (Note 3)	-377 976.79
Interest on liquid assets and bank overdraft	-129 204.27
Total expenses	-11 953 779.09
Net income on investments	14 497 722.43
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	81 228 391.13
Realized gain (loss) on financial futures	212 252.98
Total realized gain (loss) on investments	81 440 644.11
Realized gain (loss) on foreign exchange	31 401.18
Total realized gain (loss)	81 472 045.29
Net realized gain (loss) of the financial year	95 969 767.72
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-33 733 328.84
Total changes in unrealized appreciation (depreciation)	-33 733 328.84
Net increase (decrease) in net assets as a result of operations	62 236 438.88

Statement of Changes in Net Assets

	GBP
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	810 306 713.96
Subscriptions	86 606 616.54
Redemptions	-245 172 890.25
Total net subscriptions (redemptions)	-158 566 273.71
Net income on investments	14 497 722.43
Total realized gain (loss)	81 472 045.29
Total changes in unrealized appreciation (depreciation)	-33 733 328.84
Net increase (decrease) in net assets as a result of operations	62 236 438.88
Net assets at the end of the financial year	713 976 879.13

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	8 087 900.3020
Number of units issued	811 885.9150
Number of units redeemed	-2 303 903.8880
Number of units outstanding at the end of the financial year	6 595 882.3290

Statement of Investments in Securities and other Net Assets as of 30 November 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			
Ireland			
GBP EXPERIAN GROUP ORD USD0.10	947 262.00	4 025 863.50	0.56
Total Ireland		4 025 863.50	0.56
Netherlands			
EUR ROYAL DUTCH SHELL 'A'SHS EURO.07 (DUTCH LISTING)	1 018 300.00	20 041 923.15	2.81
Total Netherlands		20 041 923.15	2.81
United Kingdom			
GBP ANGL0 AMERICAN USD0.54945(POST CONSOLIDAT)	615 668.00	20 230 850.48	2.83
GBP ASS0CD BRIT FOODS ORD GBPO.0568	1 296 854.00	11 503 094.98	1.61
GBP ASTRAZENCA ORD USD0.25	662 622.00	15 306 568.20	2.14
GBP BARCLAYS ORD GBPO.25	5 526 705.00	31 115 349.15	4.36
GBP BG GROUP ORD GBPO.10	985 190.00	10 029 234.20	1.40
GBP BHP BILLITON PLC USD0.50	513 455.00	8 251 221.85	1.16
GBP BP ORD USD0.25	10 856 667.00	64 054 335.30	8.99
GBP BRIT AMER TOBACCO ORD GBPO.25	250 298.00	4 723 123.26	0.66
GBP BRITISH SKY BROADC ORD GBPO.50	1 998 858.00	12 492 862.50	1.75
GBP BUNZL ORD GBPO.32142857	326 529.00	2 337 947.64	0.33
GBP CADBURY SCHWEPPE'S ORD GBPO.125	1 980 551.00	12 338 832.73	1.73
GBP CARNIVAL PLC ORD USD1.66	635 570.00	13 486 795.40	1.89
GBP CENTRICA ORD GBPO.061728395	4 981 815.00	18 133 806.60	2.54
GBP COMPASS GROUP ORD GBPO.10	833 089.00	2 655 471.19	0.37
GBP DIAGEO ORD GBX28.935185	2 265 757.00	24 764 724.01	3.47
GBP ENTERPRISE INNS ORD GBPO.025	197 374.00	1 050 029.68	0.15
GBP FRIENDS PROVIDENT ORD GBPO.10	1 067 056.00	1 672 076.75	0.23
GBP GKN ORD GBPO.50	394 104.00	1 261 132.80	0.18
GBP GLAXOSMITHKLINE ORD GBPO.25	2 866 840.00	36 924 899.20	5.17
GBP HBOS ORD GBPO.25	1 679 043.00	13 398 763.14	1.88
GBP HOME RETAIL GROUP ORD GBPO.10	126 866.00	440 225.02	0.06
GBP HSBC HLDGS ORD USD0.50(UK REG)	4 956 209.00	41 136 534.70	5.76
GBP INTERCONTL HOTELS ORD GBPO.13617	58 936.00	550 167.56	0.08
GBP INVENSYS ORD GBPO.10	385 511.00	959 922.39	0.13
GBP JOHNSON MATTHEY ORD GBP1	120 103.00	2 072 977.78	0.29
GBP KESA ELECTRICALS ORD GBPO.25	641 920.00	1 514 931.20	0.21
GBP KINGFISHER ORD GBPO.157142857	4 980 145.00	7 584 760.84	1.06
GBP LADBROKES ORD GBPO.28333	1 080 347.00	3 327 468.76	0.47
GBP LAND SECURITIES GP ORD GBPO.10	378 726.00	5 703 613.56	0.80
GBP LOGICACMG ORD GBPO.10	3 732 088.00	4 627 789.12	0.65
GBP MAN GROUP ORD USD0.03428571	1 231 945.75	6 849 618.37	0.96
GBP MEGGITT ORD GBPO.05	3 014 378.00	9 374 715.58	1.31
GBP MONDI ORD EURO.20	30 305.00	117 659.16	0.02
GBP NATIONAL GRID ORD GBPO.11395	227 525.00	1 869 117.88	0.26
GBP NEXT ORD GBPO.10	92 429.00	1 608 264.60	0.23
GBP OLD MUTUAL PLC ORD GBPO.10	6 879 501.00	11 598 838.69	1.62
GBP PRUDENTIAL ORD GBPO.05	2 925 202.00	19 862 121.58	2.78
GBP RANK GROUP ORD GBPO	239 001.00	240 196.01	0.03
GBP REED ELSEVIER ORD GBPO.125	1 375 272.00	8 416 664.64	1.18
GBP RENTOKIL INITIAL ORD GBPO.01	1 982 542.00	2 989 673.34	0.42
GBP REXAM ORD GBX64.285714	2 813 668.00	13 695 528.99	1.92
GBP RIO TINTO ORD GBPO.10	662 363.00	37 357 273.20	5.23
GBP ROYAL BK SCOT GRP ORD GBPO.25	4 574 159.00	20 995 389.81	2.94
GBP ROYAL DUTCH SHELL 'B'SHS EURO.07 (UK LIST)	1 321 874.00	25 802 980.48	3.61
GBP SCOT & STHN ENERGY ORD GBPO.50	798 189.00	12 691 205.10	1.78
GBP SEGRO PLC ORD GBPO.27083333	847 866.00	3 736 969.40	0.52
GBP SIGNET GROUP ORD USD0.009	1 959 994.00	1 224 996.25	0.17
GBP SMITHS GROUP ORD GBPO.375	702 945.00	7 507 452.60	1.05
GBP STANDARD CHARTERED ORD USD0.50	548 046.00	10 489 600.44	1.47
GBP TATE & LYLE ORD GBPO.25	258 262.00	1 162 179.00	0.16
GBP TAYLOR NELSON SOFR ORD GBPO.05	1 112 876.00	2 239 662.95	0.31
GBP TESCO ORD GBPO.05	6 741 236.00	32 290 520.44	4.52
GBP TRAVIS PERKINS ORD GBPO.10	46 846.00	623 051.80	0.09
GBP TULLOW OIL ORD GBPO.10	656 318.00	4 403 893.78	0.62
GBP VODAFONE GROUP ORD USD0.11428571	31 765 551.00	57 876 833.92	8.11
GBP WOLSELEY ORD GBPO.25	1 346 590.00	9 352 067.55	1.31
Total United Kingdom		678 025 985.55	94.97
Total Bearer shares		702 093 772.20	98.34
Total Transferable securities and money market instruments listed on an official stock exchange		702 093 772.20	98.34

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 not listed on an official stock exchange and not traded on another regulated market			
Bearer shares			
United Kingdom			
USD MAN GROUP 'B' ORD USD1.40	1 407 938.00	958 642.70	0.13
Total United Kingdom		958 642.70	0.13
Total Bearer shares		958 642.70	0.13
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		958 642.70	0.13
Total investments in securities		703 052 414.90	98.47
Cash at banks, deposits on demand and deposit accounts and other liquid assets		1 055 691.08	0.15
Other assets and liabilities		9 868 773.15	1.38
Total net assets		713 976 879.13	100.00

UBS (Lux) Equity Fund – Greater China

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		1 132 938 795.79	473 632 925.03	214 105 460.36
Class B	LU0072913022			
Units outstanding		4 440 512.4160	3 637 013.0550	2 503 596.1180
Net asset value per unit in USD		255.14	130.23	85.52

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), we saw an excellent performance from China and a sound performance from the Hong Kong market. Taiwan continues to lag both of these significantly. Chinese equities continued to benefit from a robust economy and very large foreign exchange reserves. China's strong economy and undervalued currency have attracted global liquidity to Hong Kong and China. Taiwanese equities were under pressure from political factors and its exposure to the US economy, which is slowing down.

During the year under review, the subfund outperformed its benchmark, the UBS Greater China Index (comb), as a result of our overweight positions in Chinese consumer stocks and our underweight in Taiwan. Individual stock picks also contributed to a large degree to this outperformance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Hong Kong	43.42
China	42.06
Taiwan	4.70
Luxembourg	4.50
Bermuda	2.52
Singapore	2.37
United Kingdom	0.39
Total	99.96

Economic Breakdown as a % of net assets	
Real estate	12.30
Petroleum	10.41
Traffic & transportation	10.39
Telecommunications	9.66
Banks & credit institutions	8.44
Finance & holding companies	7.23
Insurance	5.50
Investment funds & pension foundations	5.18
Mining, coal & steel	5.06
Miscellaneous services	3.30
Building industry & materials	3.23
Food & soft drinks	3.01
Electronics & semiconductors	2.97
Internet, software & IT services	2.66
Miscellaneous consumer goods	2.01
Tobacco & alcohol	1.81
Electrical devices & components	1.53
Textiles, garments & leather goods	1.19
Retail trade, department stores	0.68
Pharmaceuticals, cosmetics & medical products	0.68
Miscellaneous trading companies	0.63
Miscellaneous unclassified companies	0.62
Energy & water supply	0.43
Mechanical engineering & industrial equipment	0.31
Computer hardware & network equipment providers	0.29
Chemicals	0.28
Forestry, paper & pulp products	0.16
Total	99.96

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	612 700 485.29
Investments in securities, unrealized appreciation (depreciation)	519 781 925.67
Total investments in securities (Note 1)	1 132 482 410.96
Cash at banks, deposits on demand and deposit accounts	2 192 717.21
Receivable on securities sales (Note 1)	337 562.79
Receivable on subscriptions	1 713 838.21
Interest receivable on liquid assets	50 353.20
Receivable on dividends	1 140 577.98
Total Assets	1 137 917 460.35
Liabilities	
Payable on redemptions	-3 780 633.18
Provisions for all-in fee (Note 2)	-1 106 922.26
Provisions for taxe d'abonnement (Note 3)	-91 109.12
Total provisions	-1 198 031.38
Total Liabilities	-4 978 664.56
Net assets at the end of the financial year	1 132 938 795.79

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	588 574.34
Dividends	14 131 917.70
Income on securities lending (Note 4)	186 847.60
Total income	14 907 339.64
Expenses	
All-in fee (Note 2)	-19 916 042.05
Taxe d'abonnement (Note 3)	-461 084.81
Interest on liquid assets and bank overdraft	-162 171.88
Total expenses	-20 539 298.74
Net income on investments	-5 631 959.10
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	168 021 066.82
Total realized gain (loss) on investments	168 021 066.82
Realized gain (loss) on foreign exchange	-332 953.35
Total realized gain (loss)	167 688 113.47
Net realized gain (loss) of the financial year	162 056 154.37
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	376 843 813.98
Total changes in unrealized appreciation (depreciation)	376 843 813.98
Net increase (decrease) in net assets as a result of operations	538 899 968.35

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	473 632 925.03
Subscriptions	912 737 724.09
Redemptions	-792 331 821.68
Total net subscriptions (redemptions)	120 405 902.41
Net income on investments	-5 631 959.10
Total realized gain (loss)	167 688 113.47
Total changes in unrealized appreciation (depreciation)	376 843 813.98
Net increase (decrease) in net assets as a result of operations	538 899 968.35
Net assets at the end of the financial year	1 132 938 795.79

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	3 637 013.0550
Number of units issued	4 762 866.2540
Number of units redeemed	-3 959 366.8930
Number of units outstanding at the end of the financial year	4 440 512.4160

Statement of Investments in Securities and other Net Assets as of 30 November 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

Bermuda				
HKD	SHANGHAI ZENDAI HKD0.02(POST RECON)	65 540 000.00	3 449 119.47	0.30
Total Bermuda			3 449 119.47	0.30

Canada

USD	CHAI NA TA CORP COM NEW	283 968.00	11 358.72	0.00
Total Canada			11 358.72	0.00

China

HKD	ANHUI CONCH CEMENT 'H'CNY1	1 356 000.00	11 661 446.83	1.03
HKD	ANTA SPORTS PRODUC HKD0.10	5 072 000.00	5 631 360.06	0.50
HKD	BANK OF CHINA LTD 'H'HKD1	2 900 000.00	1 507 547.36	0.13
HKD	BAOYE GROUP CO LTD 'H'CNY1	2 272 000.00	2 513 816.29	0.22
HKD	BEIJING CAP LAND 'H'CNY1	12 782 000.00	9 597 820.50	0.85
HKD	CHINA COAL ENERGY CO LTD-H	8 292 000.00	26 235 790.92	2.32
HKD	CHINA COSCO HLDGS 'H'CNY1	7 583 150.00	28 227 056.25	2.49
HKD	CHINA LIFE INSURAN 'H'CNY1	5 980 000.00	32 545 053.12	2.87
HKD	CHINA MERCHANTS BK 'H'CNY1	6 131 500.00	28 332 648.75	2.50
HKD	CHINA MERCHANTS PR 'B'CNY1	2 785 326.00	12 155 501.87	1.07
HKD	CHINA PETROLEUM & 'H'CNY1	52 687 000.00	79 259 079.89	7.01
HKD	CHINA SHIPPING DEV 'H'CNY1	1 694 000.00	4 587 898.54	0.40
HKD	CHINA TELECOM CORP 'H'CNY1	21 796 000.00	17 345 484.41	1.53
HKD	CHINA VANKE CO 'B'CNY1	6 862 159.00	19 527 399.62	1.72
HKD	DATANG INTL POWER 'H'CNY1	5 392 000.00	4 893 135.49	0.43
HKD	HAINAN MEILAN INTL 'H'CNY1	16 225 400.00	22 784 037.06	2.01
SGD	HONGGUO INTL HLDGS USD0.015	5 623 000.00	3 480 108.57	0.31
USD	IMONGOLIA YITAI C 'B'CNY1	2 031 798.00	18 725 050.37	1.65
HKD	INDUSTRIAL & COM B 'H'CNY1	49 160 000.00	38 869 641.09	3.43
HKD	INTIME DEPARTMENT USD0.00001	4 465 000.00	3 845 580.68	0.34
HKD	NEW WORLD DEPARTME HKD0.10	21 873.00	24 902.90	0.00
HKD	PING AN INSURANCE 'H'CNY1	2 701 900.00	29 808 017.77	2.63
HKD	SHANGHAI FORTE LAN 'H'CNY0.20	11 724 500.00	7 268 744.54	0.64
HKD	SHN EXPRESSWAY 'H'CNY1	1 926 000.00	1 930 746.52	0.17
HKD	SINO-OCEAN LAND HL HKD0.80	4 537 000.00	6 755 301.12	0.60
HKD	TENCENT HLDGS LIMI HKD0.0001	1 072 000.00	8 008 214.81	0.71
HKD	TONG REN TANG TECHNOLOGIES CO LTD-H	693 000.00	1 243 535.96	0.11
HKD	TRAVELSKY TECHNOLO 'H'CNY1	6 150 000.00	6 607 216.20	0.58
HKD	VINDA INTERNATIONA HKD0.1	9 512 000.00	5 066 848.07	0.45
HKD	WEICHAI POWER CO 'H'CNY1	337 000.00	2 593 206.09	0.23
HKD	YANTAI CHANGYU PIO 'B'CNY1	2 900 854.00	20 478 894.32	1.81
HKD	ZHAOJIN MINING IND 'H'CNY1	1 825 000.00	7 179 782.56	0.63
Total China			468 690 868.53	41.37

Hong Kong

HKD	AJISEN(CHINA)HLDGS HKD0.10	1 703 000.00	2 649 324.84	0.23
HKD	CHEUNG KONG(HLDGS) HKD0.50	799 000.00	15 004 068.89	1.32
HKD	CHINA FLAVORS AND HKD0.1	17 342 000.00	6 410 761.41	0.57
HKD	CHINA MENGNIU DAIR HKD0.1	8 756 000.00	31 412 717.55	2.77
HKD	CHINA MERCHANT HLD HKD0.10	2 342 000.00	15 180 854.33	1.34
HKD	CHINA MOBILE LTD HKD0.10	4 146 000.00	74 716 126.67	6.63
HKD	CHINA O/SEAS LAND HKD0.10	5 819 667.00	13 117 183.40	1.16
HKD	CHINA RES ENT HKD1	3 060 000.00	12 804 333.31	1.13
HKD	CHINA RES LAND HKD0.10	4 282 000.00	10 190 003.59	0.90
HKD	CHINA TRAVEL INTL HKD0.10	36 646 000.00	24 318 403.74	2.15
HKD	CHINA UNICOM HKD0.10	4 681 000.00	10 863 130.87	0.96
HKD	CNOOC LTD HKD0.02	21 008 000.00	38 721 938.67	3.42
HKD	COASTAL GREENLAND HKD0.10	39 532 000.00	10 351 347.74	0.91
HKD	COSCO PACIFIC HKD0.10	894 000.00	2 478 615.80	0.22
HKD	DAH CHONG HONG HKD0.15	2 140 000.00	958 643.53	0.08
HKD	DIGITAL CHINA HLDG HKD0.10	10 566 000.00	7 187 939.62	0.63
HKD	ESPRIT HOLDINGS HKD0.1	608 132.00	9 117 140.42	0.80
HKD	HUABAO INTL HLDG HKD0.10	13 080 000.00	13 498 382.70	1.19
HKD	HUTCHISON WHAMPOA HKD0.25	829 800.00	9 820 244.38	0.87
HKD	INDUS & COMMER BK HKD2	2 200 000.00	5 150 690.55	0.45
HKD	KINGDEE INTL SOFTW HKD0.10	6 494 000.00	5 126 315.65	0.45
HKD	LE SAUNDA HOLDINGS HKD0.10	6 716 000.00	879 283.26	0.08
HKD	LEE & MAN PAPER MA HKD0.10	2 488 000.00	10 921 805.20	0.96
HKD	NEO-CHINA GROUP HOLDINGS LTD SHS	4 402 500.00	4 130 804.92	0.36
HKD	NEW WORLD DEVEL CO HKD1	4 663 800.00	17 749 354.36	1.57
HKD	PORTS DESIGN HKD0.0025(POST SUB)	5 246 500.00	17 711 011.70	1.56
HKD	ROAD KING INFRASTR HKD0.10	7 819 000.00	14 632 774.55	1.29
HKD	SA SA INTL HLDGS HKD0.10	9 800 000.00	3 836 576.47	0.34
HKD	SHANGHAI IND HLDGS HKD0.10	6 416 000.00	31 047 286.52	2.74
HKD	SHENZHEN INVESTMEN HKD0.05	26 395 104.00	20 056 863.94	1.77
HKD	SHOUGANG CNCRD INT HKD0.20	12 382 000.00	5 228 831.44	0.46
HKD	SHUN SHING HLDGS HKD0.10	11 616 000.00	12 852 328.38	1.13
HKD	SUN HUNG KAI PROP HKD0.50	927 000.00	19 180 623.29	1.69
HKD	TIANJIN DEVMT HLDG HKD0.10	9 164 000.00	10 715 721.10	0.95
HKD	VALUE PARTNERS GROUP LTD	281 000.00	301 530.01	0.03
HKD	XINYI GLASS HLDGS HKD0.1	3 136 000.00	3 582 481.90	0.32
Total Hong Kong			491 905 444.70	43.43

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Singapore			
SGD COSCO CORPORATION SGD0.10(POST SUBDIVISION)	3 573 000.00	17 542 562.75	1.55
SGD YANGZHIJIANG SHIPBUILDING (HOLDINGS) LTD	6 768 385.00	9 267 272.18	0.82
SGD YANLORD LAND GROUP NPV	20 000.00	51 725.33	0.00
Total Singapore		26 861 560.26	2.37
Taiwan			
TWD ADVANCED SEMICONDT TWD10 (ASE)	560 557.00	574 248.62	0.05
TWD AU OPTRONICS CORP TWD10	1 514 790.00	2 934 547.61	0.26
TWD CATCHER TECHNOLOGY TWD10	179 797.00	1 106 245.88	0.10
TWD CHENG LOONG TWD10	5 400 000.00	1 832 806.40	0.16
TWD CHENG UEI PRECISIO TWD10	445 604.00	1 089 769.87	0.10
TWD CHINATRUST FIN HOL TWD10	1 375 934.00	997 980.77	0.09
TWD FORMOSA CHEM&FIBRE TWD10	1 253 677.00	3 186 458.19	0.28
TWD HIGH TECH COMPUTER TWD10	175 040.00	3 249 921.27	0.29
TWD HON HAI PRECISION TWD10	1 979 520.00	12 639 672.70	1.11
TWD MEDIATEK INC TWD10	418 850.00	5 452 761.77	0.48
TWD SILICONWARE PRECIS TWD10	2 512 228.00	4 594 304.51	0.41
TWD TAIWAN SEMICON MAN TWD10	4 974 696.00	9 344 323.91	0.82
TWD UNIMICRON TECHNOLO TWD10	1 597 962.00	3 080 814.47	0.27
TWD YUANTA FINANCIAL HOLDING CO LTD	4 830 465.00	3 219 112.19	0.28
Total Taiwan		53 302 968.16	4.70
Total Bearer shares		1 044 221 319.84	92.17
Certificates on shares			
Luxembourg			
USD ABN AMRO BANK NV/YANLORD LAND 07-14.01.08	6 700 000.00	17 327 985.55	1.53
Total Luxembourg		17 327 985.55	1.53
Total Certificates on shares		17 327 985.55	1.53
Total Transferable securities and money market instruments listed on an official stock exchange		1 061 549 305.39	93.70
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Bearer shares			
China			
HKD CHINA COMMUNICATIONS SERVICES	7 462 100.00	6 465 212.17	0.57
SGD CHINA NEW TOWN DEVELOPMENTCO LTD-144A-REGS	3 115 000.00	1 357 063.83	0.12
Total China		7 822 276.00	0.69
Total Bearer shares		7 822 276.00	0.69
Equity Linked Notes on Shares			
United Kingdom			
USD UBS AG LONDON BRANCH/SHENZHEN DEVELOP BK-A ELN 07-08.02.10	894 202.00	4 364 557.38	0.39
Total United Kingdom		4 364 557.38	0.39
Total Equity Linked Notes on Shares		4 364 557.38	0.39
Investment certificates, open end			
Bermuda			
USD MARTIN CURRIE CHINA A SHARE FUND LIMITED-A	477 698.54	25 045 734.61	2.21
Total Bermuda		25 045 734.61	2.21
Total Investment certificates, open end		25 045 734.61	2.21
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		37 232 567.99	3.29
UCITS in accordance with Article 41 (1) e)			
Investment certificates, open end			
Luxembourg			
USD UBS (LUX) INSTITUTIONAL SICAV II – CHINA A OPPORTUNITY FA	2 000.00	33 658 180.00	2.97
Total Luxembourg		33 658 180.00	2.97
Total Investment certificates, open end		33 658 180.00	2.97
Total UCITS in accordance with Article 41 (1) e)		33 658 180.00	2.97

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Derivative instruments listed on an official stock exchange			
Warrants on shares			
Hong Kong			
HKD INDUS & COMMER BK HKD CALL WARRANT 20.00000 06.11.08	244 444.00	42 357.58	0.00
Total Hong Kong		42 357.58	0.00
Total Warrants on shares		42 357.58	0.00
Total Derivative instruments listed on an official stock exchange		42 357.58	0.00
Total investments in securities		1 132 482 410.96	99.96
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 192 717.21	0.19
Other assets and liabilities		-1 736 332.38	-0.15
Total net assets		1 132 938 795.79	100.00

UBS (Lux) Equity Fund – Health Care

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		413 882 971.40	376 035 482.56	300 278 808.33
Class B	LU0085953304			
Units outstanding		3 020 165.6590	2 934 370.3240	2 603 651.1180
Net asset value per unit in USD		137.04	128.15	115.33
Class BG	LU0168506243			
Units outstanding		N/A	N/A	109.7160
Net asset value per unit in USD		N/A	N/A	11.24

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the health care sector underperformed the broader MSCI World Index. The strong performance in the energy and materials sectors was the main driver for the MSCI World Index. Within the health care sector, life science tools and health care providers outperformed, whereas health-care technology and pharma stocks underperformed. After a strong start to the year, the Index declined from May to August to rally at the end of the year under review.

During the year under review the subfund underperformed its benchmark, the MSCI World Health Care (r) Index. At the subsector level, our underweight in life science tools and our overweight in the biotech sector impacted negatively. Our underweight in Abbott and our overweight in health management associates also contributed negatively. Positive performance contribution came from our overweights in Medco Health Solutions, Waters and Sonova and from our underweight in Pfizer.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	61.99
Switzerland	19.65
United Kingdom	8.56
Germany	3.40
France	1.82
Ireland	1.30
Japan	1.30
Israel	1.26
Total	99.28

Economic Breakdown as a % of net assets	
Pharmaceuticals, cosmetics & medical products	75.32
Biotechnology	11.78
Healthcare & social services	7.44
Various capital goods	1.50
Finance & holding companies	1.46
Electronics & semiconductors	1.01
Internet, software & IT services	0.77
Total	99.28

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	352 853 464.05
Investments in securities, unrealized appreciation (depreciation)	58 066 499.03
Total investments in securities (Note 1)	410 919 963.08
Cash at banks, deposits on demand and deposit accounts	2 402 806.54
Receivable on subscriptions	944 369.45
Interest receivable on liquid assets	6 605.18
Receivable on dividends	631 488.12
Total Assets	414 905 232.37
Liabilities	
Payable on redemptions	-662 486.48
Provisions for all-in fee (Note 2)	-325 471.64
Provisions for tax d'abonnement (Note 3)	-34 302.85
Total provisions	-359 774.49
Total Liabilities	-1 022 260.97
Net assets at the end of the financial year	413 882 971.40

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	168 032.00
Dividends	5 646 904.61
Income on securities lending (Note 4)	202 435.27
Total income	6 017 371.88
Expenses	
All-in fee (Note 2)	-8 611 094.01
Taxe d'abonnement (Note 3)	-215 399.67
Interest on liquid assets and bank overdraft	-33 563.85
Total expenses	-8 860 057.53
Net income on investments	-2 842 685.65
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	26 103 189.54
Total realized gain (loss) on investments	26 103 189.54
Realized gain (loss) on foreign exchange	21 520.21
Total realized gain (loss)	26 124 709.75
Net realized gain (loss) of the financial year	23 282 024.10
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	1 599 840.88
Total changes in unrealized appreciation (depreciation)	1 599 840.88
Net increase (decrease) in net assets as a result of operations	24 881 864.98

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	376 035 482.56
Subscriptions	167 070 199.41
Redemptions	-154 104 575.55
Total net subscriptions (redemptions)	12 965 623.86
Net income on investments	-2 842 685.65
Total realized gain (loss)	26 124 709.75
Total changes in unrealized appreciation (depreciation)	1 599 840.88
Net increase (decrease) in net assets as a result of operations	24 881 864.98
Net assets at the end of the financial year	413 882 971.40

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	2 934 370.3240
Number of units issued	1 250 956.4530
Number of units redeemed	-1 165 161.1180
Number of units outstanding at the end of the financial year	3 020 165.6590

Statement of Investments in Securities and other Net Assets as of 30 November 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

France				
EUR	SANOFI-AVENTIS EUR2	78 955.00	7 534 275.23	1.82
Total France			7 534 275.23	1.82
Germany				
EUR	COMPUGROUP HLDG AG ORD NPV	158 617.00	3 194 372.22	0.77
EUR	FRESENIUS SE NPV	57 000.00	4 667 807.04	1.13
EUR	GERRESHEIMER GROUP NPV (BR)	114 100.00	6 196 822.34	1.50
Total Germany			14 059 001.60	3.40
Japan				
JPY	MITSUBISHI TANABE PHARMA CORP NPV	172 000.00	1 656 037.86	0.40
JPY	TAKEDA PHARMACEUTI NPV	58 200.00	3 725 219.75	0.90
Total Japan			5 381 257.61	1.30
Switzerland				
CHF	NOBEL BIOCARE AG CHF2.00(BR)	9 489.00	2 706 220.27	0.65
CHF	SYNTHEC INC COM NEW ACC IV	71 236.00	8 927 765.82	2.16
Total Switzerland			11 633 986.09	2.81
United Kingdom				
GBP	ASTRAZENECA ORD USD0.25	282 667.00	13 425 852.89	3.24
GBP	GLAXOSMITHKLINE ORD GBP0.25	668 308.00	17 698 942.46	4.28
GBP	SMITH & NEPHEW ORD USD0.20	359 443.00	4 297 684.65	1.04
Total United Kingdom			35 422 480.00	8.56
United States				
USD	ABBOTT LABS COM	74 000.00	4 255 740.00	1.03
USD	ALLERGAN INC COM	80 000.00	5 363 200.00	1.30
USD	AMGEN INC COM	220 800.00	12 199 200.00	2.95
USD	BRISTOL MYERS SQUIBB CO COM	547 200.00	16 213 536.00	3.92
USD	CEPHALON INC COM	88 500.00	6 630 420.00	1.60
USD	CERNER CORP COM	125 000.00	7 468 750.00	1.80
USD	DENTSPLY INTL INC NEW COM	168 800.00	7 221 264.00	1.74
USD	GENZYME CORP COM USD0.01	77 300.00	5 792 089.00	1.40
USD	GILEAD SCIENCES INC COM	147 600.00	6 869 304.00	1.66
USD	HEALTH MGMT ASSOC INC NEW CL A	505 700.00	3 443 817.00	0.83
USD	INVITROGEN CORP COM	53 700.00	5 209 437.00	1.26
USD	JOHNSON & JOHNSON COM	557 200.00	37 744 728.00	9.12
USD	LILLY ELI & CO COM	119 100.00	6 306 345.00	1.52
USD	MEDCO HEALTH SOLUTIONS INC COM	92 500.00	9 249 075.00	2.23
USD	MEDTRONIC INC COM	307 800.00	15 651 630.00	3.78
USD	MERCK & CO INC COM	500 700.00	29 721 552.00	7.18
USD	MILLENNIUM PHARMACEUTICALS INC COM	200 000.00	2 948 000.00	0.71
USD	PFIZER INC COM	863 700.00	20 521 512.00	4.96
USD	QUEST DIAGNOSTICS INC COM	20 000.00	1 101 200.00	0.27
USD	REGENERON PHARMACEUTICALS COM	250 000.00	5 445 000.00	1.32
USD	THIRD WAVE TECHNOLOGIES INC COM	454 600.00	3 668 622.00	0.89
USD	UNITEDHEALTH GROUP INC COM	270 200.00	14 861 000.00	3.59
USD	WATERS CORP COM	53 600.00	4 182 944.00	1.01
USD	WELLPOINT INC COM	59 700.00	5 027 337.00	1.21
USD	WYETH COM	345 600.00	16 968 960.00	4.10
USD	ZIMMER HLDGS INC COM	38 700.00	2 505 051.00	0.61
Total United States			256 569 713.00	61.99
Total Bearer shares			330 600 713.53	79.88
Other shares				
Switzerland				
CHF	ROCHE HLDGS AG GENUSSSCHEINE NPV	147 055.00	28 068 156.84	6.78
Total Switzerland			28 068 156.84	6.78
Total Other shares			28 068 156.84	6.78
Registered shares				
Switzerland				
CHF	BASILEA PHARMACEUT CHF1(REGD)	13 887.00	2 410 745.32	0.58
CHF	NOVARTIS AG CHF0.50(REGD)	458 193.00	26 114 626.93	6.31
CHF	SONOVA HOLDING AG	46 000.00	4 929 808.24	1.19
CHF	SPEEDEL HLDG AG CHF2 (REGD)	32 400.00	3 526 823.43	0.85
CHF	STRAUMANN HLDG CHF0.1(REGD)	16 436.00	4 658 358.79	1.13
Total Switzerland			41 640 362.71	10.06
Total Registered shares			41 640 362.71	10.06

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Depository receipts			
Ireland			
USD ELAN PLC ADR	234 000.00	5 389 020.00	1.30
Total Ireland		5 389 020.00	1.30
Israel			
USD TEVA PHARMA IND ADR(CNV 1 ORD ILS0.10)	117 000.00	5 221 710.00	1.26
Total Israel		5 221 710.00	1.26
Total Depository receipts		10 610 730.00	2.56
Total Transferable securities and money market instruments listed on an official stock exchange		410 919 963.08	99.28
Total investments in securities		410 919 963.08	99.28
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 402 806.54	0.58
Other assets and liabilities		560 201.78	0.14
Total net assets		413 882 971.40	100.00

UBS (Lux) Equity Fund – Hong Kong

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		158 475 208.46	55 580 876.26	37 201 590.01
Class B	LU0067412154			
Units outstanding		187 418.6526	95 586.2346	78 140.2726
Net asset value per unit in USD		845.57	581.47	476.09

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the market continued to post new highs. The market was helped by strong liquidity inflows from China and overseas investors as well as the interest rate cut in the US. In addition, Hong Kong continues to benefit from the strengthening economy in China. The Hong Kong Special Administrative Region Chief Executive's policy speech, which addressed an increase in infrastructure spending and tax cuts, was also positively received by the market.

During the year under review, the subfund underperformed its benchmark, the MSCI Hong Kong. The subfund was negatively affected by an underweight in Hong Kong Exchange and Clearing. This was partly offset by stock selection, with the overweight in the industrial and property sectors adding value. The subfund's strategy was to focus on undervalued companies that would be long-term winners in their industries.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Hong Kong	92.53
China	2.34
United Kingdom	2.27
Total	97.14

Economic Breakdown as a % of net assets	
Real estate	35.75
Banks & credit institutions	20.84
Finance & holding companies	16.75
Traffic & transportation	6.46
Textiles, garments & leather goods	4.90
Miscellaneous trading companies	1.95
Energy & water supply	1.74
Investment funds & pension foundations	1.26
Electronics & semiconductors	1.08
Lodging, catering & leisure	0.93
Internet, software & IT services	0.92
Miscellaneous services	0.65
Chemicals	0.59
Telecommunications	0.58
Building industry & materials	0.51
Electrical devices & components	0.43
Mining, coal & steel	0.40
Retail trade, department stores	0.39
Petroleum	0.37
Miscellaneous unclassified companies	0.35
Pharmaceuticals, cosmetics & medical products	0.29
Total	97.14

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	120 058 324.05
Investments in securities, unrealized appreciation (depreciation)	33 878 639.72
Total investments in securities (Note 1)	153 936 963.77
Cash at banks, deposits on demand and deposit accounts	5 277 752.20
Receivable on subscriptions	1 558 751.67
Interest receivable on liquid assets	26 767.31
Receivable on dividends	517 246.47
Total Assets	161 317 481.42
Liabilities	
Payable on securities purchases (Note 1)	-2 397 745.93
Payable on redemptions	-324 154.58
Provisions for all-in fee (Note 2)	-107 237.92
Provisions for taxe d'abonnement (Note 3)	-13 134.53
Total provisions	-120 372.45
Total Liabilities	-2 842 272.96
Net assets at the end of the financial year	158 475 208.46

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	101 537.04
Dividends	2 495 561.95
Income on securities lending (Note 4)	30 677.92
Total income	2 627 776.91
Expenses	
All-in fee (Note 2)	-1 420 334.07
Taxe d'abonnement (Note 3)	-45 219.54
Interest on liquid assets and bank overdraft	-14 301.53
Total expenses	-1 479 855.14
Net income on investments	1 147 921.77
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	7 468 094.19
Total realized gain (loss) on investments	7 468 094.19
Realized gain (loss) on foreign exchange	-10 261.70
Total realized gain (loss)	7 457 832.49
Net realized gain (loss) of the financial year	8 605 754.26
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	21 852 384.14
Total changes in unrealized appreciation (depreciation)	21 852 384.14
Net increase (decrease) in net assets as a result of operations	30 458 138.40

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	55 580 876.26
Subscriptions	211 349 474.56
Redemptions	-138 913 280.76
	<hr/>
Total net subscriptions (redemptions)	72 436 193.80
Net income on investments	1 147 921.77
Total realized gain (loss)	7 457 832.49
Total changes in unrealized appreciation (depreciation)	21 852 384.14
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Net increase (decrease) in net assets as a result of operations	30 458 138.40
Net assets at the end of the financial year	158 475 208.46

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	95 586.2346
Number of units issued	289 348.3270
Number of units redeemed	-197 515.9090
Number of units outstanding at the end of the financial year	187 418.6526

Statement of Investments in Securities and other Net Assets as of 30 November 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 SHENHUA ENER 'H' CNY1.00	106 500.00	630 869.10	0.40
HKD	CHINA SHIPPING DEV 'H' CNY1	146 000.00	395 415.10	0.25
HKD	FOXCINN INTL HLDGS USD0.04	272 000.00	675 915.18	0.43
HKD	HIDILI INDS INTL D HKD 0.1	431 000.00	562 068.08	0.35
HKD	INDUSTRIAL & COM B 'H' CNY1	913 000.00	721 887.35	0.45
HKD	PACIFIC TEXTILES H HKD0.001	801 000.00	246 752.58	0.16
HKD	SINO-OCEAN LAND HL HKD0.80	315 000.00	469 014.74	0.30
Total China			3 701 922.13	2.34
Hong Kong				
HKD	1ST PACIFIC CO USD0.01	1 312 000.00	991 898.14	0.63
HKD	ASM PACIFIC TECHNOLOGY	241 500.00	1 707 995.33	1.08
HKD	BK OF EAST ASIA HKD2.50	845 300.00	5 137 464.06	3.24
HKD	BOC HONG KONG HLDG HKD5	1 724 500.00	4 504 489.27	2.84
HKD	CATHAY PACIFIC AIR HKD0.20	651 000.00	1 708 803.97	1.08
HKD	CHEUNG KONG INFSTR HKD1	212 000.00	814 986.91	0.51
HKD	CHEUNG KONG(HLDGS) HKD0.50	798 000.00	14 985 290.33	9.46
HKD	CHINA FLAVORS AND HKD0.1	1 264 000.00	467 258.82	0.29
HKD	CHINA TRAVEL INTL HKD0.10	1 096 000.00	727 309.13	0.46
HKD	CITIC PACIFIC HKD0.40	103 000.00	580 389.69	0.37
HKD	CLP HOLDINGS HKD5	159 600.00	1 080 620.73	0.68
HKD	CNOOC LTD HKD0.02	314 000.00	578 764.70	0.37
HKD	DAH SING FINANCIAL HKD2	223 100.00	1 990 225.65	1.26
HKD	ESPRIT HOLDINGS HKD0.1	366 473.00	5 494 178.57	3.47
HKD	GLORIOUS SUN ENTER HKD0.10	1 110 000.00	672 485.50	0.42
HKD	GREAT EAGLE HLDGS HKD0.50	260 000.00	1 001 180.88	0.63
HKD	HANG LUNG PROP HKD1	517 000.00	2 342 519.38	1.48
HKD	HANG SENG BANK HKD5	192 100.00	3 656 675.82	2.31
HKD	HENDERSON INV HKD0.20	156 000.00	329 588.75	0.21
HKD	HENDERSON LAND DEV HKD2	576 000.00	5 075 524.98	3.20
HKD	HONG KONG EXCHANGE HKD1	370 500.00	11 242 260.09	7.09
HKD	HONGKONG&CHINA GAS HKD0.25	568 211.00	1 677 472.53	1.06
HKD	HONGKONG&SHANG HOT HKD0.50	852 500.00	1 470 657.70	0.93
HKD	HUABAO INTL HLDG HKD0.10	1 415 000.00	1 460 260.82	0.92
HKD	HUTCHISON TELECOMM HKD0.25	284 000.00	398 798.58	0.25
HKD	HUTCHISON WHAMPOA HKD0.25	1 259 800.00	14 909 067.10	9.41
HKD	INDUS & COMMER BK HKD2	352 000.00	824 110.49	0.52
HKD	KOWLOON DEVTM HKD0.10	1 056 000.00	2 629 563.07	1.66
HKD	LEE & MAN PAPER MA HKD0.10	476 400.00	2 091 297.43	1.32
HKD	LI & FUNG HKD0.025	775 000.00	3 083 765.47	1.95
HKD	LINK R/EST INVEST NPV	917 500.00	1 992 619.50	1.26
HKD	MIDLAND HOLDINGS HKD0.10	1 850 000.00	2 740 283.41	1.73
HKD	MTR CORP HKD1	548 500.00	1 848 093.26	1.17
HKD	NEW WORLD DEVEL CO HKD1	1 979 400.00	7 533 142.93	4.75
HKD	NWS HOLDINGS LTD HKD1	1 160 000.00	4 020 126.30	2.54
HKD	PRIME SUCCESS INTL HKD0.10	2 210 000.00	1 645 273.91	1.04
HKD	SA SA INTL HLDGS HKD0.10	1 576 000.00	616 984.13	0.39
HKD	SHANGHAI IND HLDGS HKD0.10	120 000.00	580 684.91	0.37
HKD	SHUN TAK HLDGS HKD0.25	1 496 000.00	2 265 852.03	1.43
HKD	SINO LAND CO HKD1	1 032 000.00	3 636 134.93	2.29
HKD	SINFERT HOLDINGS HKD0.1	1 164 000.00	932 299.63	0.59
HKD	SMARTONE TELECOM HKD0.10	540 000.00	517 071.42	0.33
HKD	SUN HUNG KAI PROP HKD0.50	769 000.00	15 911 433.99	10.01
HKD	SWIRE PACIFIC 'A' HKD0.60	427 500.00	5 750 628.94	3.63
HKD	TEXWINCA HLDGS HKD0.05	666 000.00	495 815.58	0.31
HKD	VALUE PARTNERS GROUP LTD	281 000.00	301 530.01	0.19
HKD	WING HANG BANK HKD1	109 000.00	1 355 714.43	0.86
HKD	YUE YUEN INDL HLDG HKD0.25	270 000.00	859 475.28	0.54
Total Hong Kong			146 638 068.48	92.53
United Kingdom				
HKD	STANDARD CHARTERED ORD USD0.50	96 450.00	3 590 196.13	2.27
Total United Kingdom			3 590 196.13	2.27
Total Bearer shares			153 930 186.74	97.14
Total Transferable securities and money market instruments listed on an official stock exchange			153 930 186.74	97.14

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Derivative instruments listed on an official stock exchange			
Warrants on shares			
Hong Kong			
HKD INDUS & COMMER BK HKD CALL WARRANT 20.00000 06.11.08	39 110.00	6 777.03	0.00
Total Hong Kong		6 777.03	0.00
Total Warrants on shares		6 777.03	0.00
Total Derivative instruments listed on an official stock exchange		6 777.03	0.00
Total investments in securities		153 936 963.77	97.14
Cash at banks, deposits on demand and deposit accounts and other liquid assets		5 277 752.20	3.33
Other assets and liabilities		-739 507.51	-0.47
Total net assets		158 475 208.46	100.00

UBS (Lux) Equity Fund – Japan

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in JPY		27 735 071 411	79 130 749 780	206 647 196 053
Class B	LU0098994485			
Units outstanding		3 157 211.3330	8 499 134.8330	23 795 318.5780
Net asset value per unit in JPY		8 785	9 310	8 684

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Japanese large cap market fell slightly. Healthy gains in the first half led by cyclical sectors such as resources, capital goods and transportation were more than offset by subsequent decline upon escalating concerns about US sub-prime mortgage issues. Stagnant wage growth also added to investors' concern about the outlook for the economy.

During the year under review, the subfund underperformed its benchmark, the MSCI Japan (r), as our stock selection in information technology and consumer discretionary dragged down performance. We continue to focus on companies with strong cashflow generation potential. In the period under review, we reduced our positions in semiconductors and autos and increased positions in capital goods, real estate and banks.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Japan	97.40
Total	97.40

Economic Breakdown as a % of net assets	
Electronics & semiconductors	14.48
Finance & holding companies	12.10
Vehicles	10.81
Mechanical engineering & industrial equipment	6.16
Miscellaneous trading companies	5.48
Banks & credit institutions	5.12
Traffic & transportation	5.01
Pharmaceuticals, cosmetics & medical products	4.48
Chemicals	4.36
Tobacco & alcohol	3.46
Telecommunications	3.21
Real estate	3.17
Energy & water supply	3.16
Electrical devices & components	2.86
Mining, coal & steel	2.30
Insurance	1.94
Retail trade, department stores	1.93
Building industry & materials	1.82
Computer hardware & network equipment providers	1.33
Non-ferrous metals	1.12
Miscellaneous services	1.11
Internet, software & IT services	0.63
Forestry, paper & pulp products	0.61
Petroleum	0.60
Miscellaneous consumer goods	0.15
Total	97.40

Statement of Net Assets

	JPY
Assets	30.11.2007
Investments in securities, cost	24 025 472 751
Investments in securities, unrealized appreciation (depreciation)	2 988 467 999
Total investments in securities (Note 1)	27 013 940 750
Cash at banks, deposits on demand and deposit accounts	625 232 256
Receivable on subscriptions	30 941 761
Interest receivable on liquid assets	3 450
Receivable on dividends	100 633 720
Total Assets	27 770 751 937
Liabilities	
Payable on redemptions	-16 800 123
Provisions for all-in fee (Note 2)	-16 581 703
Provisions for tax d'abonnement (Note 3)	-2 298 700
Total provisions	-18 880 403
Total Liabilities	-35 680 526
Net assets at the end of the financial year	27 735 071 411

Statement of Operations

	JPY
Income	1.12.2006–30.11.2007
Interest on liquid assets	2 786 747
Dividends	760 071 214
Income on securities lending (Note 4)	12 619 930
Total income	775 477 891
Expenses	
All-in fee (Note 2)	-979 270 154
Taxe d'abonnement (Note 3)	-30 878 778
Interest on liquid assets and bank overdraft	-206 418
Total expenses	-1 010 355 350
Net income on investments	-234 877 459
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	14 000 935 386
Realized gain (loss) on financial futures	80 741 850
Total realized gain (loss) on investments	14 081 677 236
Realized gain (loss) on foreign exchange	-4 964
Total realized gain (loss)	14 081 672 272
Net realized gain (loss) of the financial year	13 846 794 813
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-14 094 451 474
Unrealized appreciation (depreciation) on financial futures	42 700 000
Total changes in unrealized appreciation (depreciation)	-14 051 751 474
Net increase (decrease) in net assets as a result of operations	-204 956 661

Statement of Changes in Net Assets

	JPY
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	79 130 749 780
Subscriptions	15 574 337 442
Redemptions	-66 765 059 150
Total net subscriptions (redemptions)	-51 190 721 708
Net income on investments	-234 877 459
Total realized gain (loss)	14 081 672 272
Total changes in unrealized appreciation (depreciation)	-14 051 751 474
Net increase (decrease) in net assets as a result of operations	-204 956 661
Net assets at the end of the financial year	27 735 071 411

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	8 499 134.8330
Number of units issued	1 612 089.1300
Number of units redeemed	-6 954 012.6300
Number of units outstanding at the end of the financial year	3 157 211.3330

Statement of Investments in Securities and other Net Assets as of 30 November 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	20 800	65 520 000	0.24
JPY AEON CO LTD NPV	101 700	172 279 800	0.62
JPY AIFUL CORP NPV	46 200	100 023 000	0.36
JPY ASAHI BREWERIES NPV	201 300	387 905 100	1.40
JPY ASAHI KASEI CORP NPV	143 000	114 114 000	0.41
JPY ASTELLAS PHARMA NPV	114 400	565 136 000	2.04
JPY BENESE CORP NPV	6 100	27 999 000	0.10
JPY BK OF YOKOHAMA NPV	553 000	476 133 000	1.72
JPY CANON INC NPV	119 000	691 390 000	2.49
JPY CENTRAL JAPAN RLWY NPV	280	327 600 000	1.18
JPY CREED CORPORATION NPV	293	81 747 000	0.29
JPY DAIDO STEEL CO NPV	241 000	196 415 000	0.71
JPY DAIICHI SANKYO COM NPV	21 100	73 217 000	0.26
JPY DAIKIN INDUSTRIES NPV	62 600	356 194 000	1.28
JPY DAITO TRUST CONST NPV	9 300	49 476 000	0.18
JPY DAIWA HOUSE INDS NPV	222 000	326 784 000	1.18
JPY DENSO CORP NPV	43 400	196 602 000	0.71
JPY EAST JAPAN RAILWAY NPV	178	163 404 000	0.59
JPY FAST RETAILING CO NPV	14 000	102 200 000	0.37
JPY FUJI ELECTRIC HLDG NPV	131 000	53 579 000	0.19
JPY FUJIKURA NPV	92 000	50 416 000	0.18
JPY FUJITSU NPV	182 000	141 414 000	0.51
JPY FUKUOKA FINANCIAL NPV	413 000	295 295 000	1.06
JPY FUNAI ELECTRIC CO NPV	18 900	88 830 000	0.32
JPY HIROSE ELECTRIC NPV	4 100	51 086 000	0.18
JPY HITACHI CONST MACH NPV	38 300	152 051 000	0.55
JPY HONDA MOTOR CO NPV	140 500	528 280 000	1.90
JPY HOYA CORP NPV	77 900	300 694 000	1.08
JPY ISETAN COMPANY LTD NPV	15 800	25 517 000	0.09
JPY ISUZU MOTORS NPV	215 000	110 940 000	0.40
JPY ITOCHU CORP NPV	143 000	166 452 000	0.60
JPY JAPAN TOBACCO INC NPV	910	571 480 000	2.06
JPY JFE HOLDINGS INC NPV	83 500	505 175 000	1.82
JPY JSR CORP NPV	27 900	74 632 500	0.27
JPY KANSAI ELEC POWER NPV	90 600	258 210 000	0.93
JPY KAO CORP NPV	27 000	90 720 000	0.33
JPY KAWASAKI KISEN KAI NPV	204 000	268 260 000	0.97
JPY KDDI CORP NPV	555	436 230 000	1.57
JPY KENEDIX INC NPV	154	32 186 000	0.12
JPY KEYENCE CORP NPV	16 360	421 433 600	1.52
JPY KOMATSU NPV	165 600	554 760 000	2.00
JPY KUBOTA CORP NPV	44 000	36 080 000	0.13
JPY KYUSHU ELEC POWER NPV	28 200	84 882 000	0.31
JPY LEOPALACE 21 CORP NPV	85 700	277 668 000	1.00
JPY MATSUSHITA ELC IND NPV	180 000	402 300 000	1.45
JPY MILLEA HOLDINGS IN NPV	27 500	106 975 000	0.39
JPY MITSUBISHI CORP NPV	57 800	183 804 000	0.66
JPY MITSUBISHI ELEC CP NPV	338 000	429 260 000	1.55
JPY MITSUBISHI ESTATE NPV	24 000	71 280 000	0.26
JPY MITSUBISHI RAYON NPV	205 000	122 590 000	0.44
JPY MITSUBISHI TANABE PHARMA CORP NPV	133 000	142 044 000	0.51
JPY MITSUBISHI UFJ FIN NPV	466 200	507 691 800	1.83
JPY MITSUI & CO NPV	211 000	533 830 000	1.92
JPY MITSUI FUDOSAN CO NPV	138 000	391 920 000	1.41
JPY MITSUI MINING & SM NPV	298 000	140 954 000	0.51
JPY MITSUI O.S.K.LINES NPV	256 000	422 656 000	1.52
JPY MITSUI SUMITOMO IN NPV	358 600	432 113 000	1.56
JPY MIZUHO FINL GP NPV	524	311 780 000	1.12
JPY MURATA MFG CO NPV	37 600	243 272 000	0.88
JPY NAMCO BANDAI HLDGS NPV	27 300	49 849 800	0.18
JPY NGK INSULATORS NPV	40 000	136 400 000	0.49
JPY NINTENDO CO LTD NPV	5 600	378 000 000	1.36
JPY NIPPON LIGHT METAL NPV	861 000	168 756 000	0.61
JPY NIPPON OIL CORP NPV	183 000	167 628 000	0.60
JPY NIPPON PAPER GROUP NPV	525	170 100 000	0.61
JPY NIPPON STEEL CORP NPV	597 000	397 005 000	1.43
JPY NISHIMATSUYA CHAIN NPV	45 300	70 577 400	0.25
JPY NISSHIN STEEL CO NPV	110 000	45 320 000	0.16
JPY NITTO DENKO CORP NPV	29 700	170 478 000	0.61
JPY NOK CORP NPV	94 400	211 928 000	0.76
JPY NOMURA HOLDINGS NPV	204 900	407 341 200	1.47
JPY NOMURA REAL ESTATE HOLDINGS INC	41 400	123 579 000	0.45
JPY NOMURA RESEARCH IN NPV	14 300	56 199 000	0.20
JPY NSK LTD NPV	106 000	112 890 000	0.41
JPY NTN CORP NPV	283 000	274 793 000	0.99
JPY NTT DOCOMO NPV	2 600	455 000 000	1.64
JPY ORIX CORP NPV	12 060	272 435 400	0.98
JPY OSAKA GAS CO NPV	281 000	123 921 000	0.45
JPY PROMISE CO NPV	27 600	86 112 000	0.31
JPY RICOH CO NPV	156 000	326 040 000	1.18
JPY ROHM CO LTD NPV	8 700	88 392 000	0.32
JPY SANKYO CO LTD NPV	8 300	41 500 000	0.15
JPY SECOM CO NPV	45 300	279 048 000	1.01
JPY SEGA SAMMY HLDGS I NPV	53 600	75 683 200	0.27
JPY SEKISUI CHEMICAL NPV	44 000	33 352 000	0.12

Description	Quantity/ Nominal	Valuation in JPY Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY SEVEN & I HOLDINGS NPV	33 900	94 072 500	0.34
JPY SHARP CORP NPV	62 000	112 840 000	0.41
JPY SHIMAMURA CO NPV	1 700	19 278 000	0.07
JPY SHIMIZU CORP NPV	113 000	54 014 000	0.19
JPY SHIN-ETSU CHEMICAL NPV	20 700	135 999 000	0.49
JPY SHIONOGI & CO NPV	19 000	40 470 000	0.15
JPY SMC CORP NPV	6 200	79 484 000	0.29
JPY SOFTBANK CORP NPV	46 700	118 851 500	0.43
JPY SOMPO JAPAN INS NPV	100 000	107 200 000	0.39
JPY SONY CORP NPV	67 500	405 675 000	1.46
JPY SUMITOMO CHEM CO NPV	474 000	447 456 000	1.61
JPY SUMITOMO CORP NPV	120 600	198 990 000	0.72
JPY SUMITOMO ELECTRIC NPV	52 100	89 091 000	0.32
JPY SUMITOMO HEAVY IND NPV	120 000	143 280 000	0.52
JPY SUMITOMO MITSUI FG NPV	790	751 290 000	2.71
JPY SUMITOMO RLTY&DEV NPV	7 000	23 450 000	0.08
JPY SUMITOMO TRUST&BKG NPV	454 000	417 226 000	1.50
JPY TAIHEIYO CEMENT NPV	158 000	42 502 000	0.15
JPY TAIYO YUDEN CO LTD NPV	57 000	106 704 000	0.38
JPY TAKEDA PHARMACEUTI NPV	56 800	403 280 000	1.45
JPY TAKEFUJI CORP NPV	23 550	66 999 750	0.24
JPY TDK CORP NPV	17 500	137 725 000	0.50
JPY TOHOKU ELEC POWER NPV	13 300	33 981 500	0.12
JPY TOKYO ELEC POWER NPV	73 300	222 099 000	0.80
JPY TOKYO ELECTRON NPV	42 000	286 020 000	1.03
JPY TOKYO GAS CO NPV	276 000	152 352 000	0.55
JPY TOSHIBA CORP NPV	251 000	226 402 000	0.82
JPY TOSOH CORP NPV	205 000	111 110 000	0.40
JPY TOYOTA INDUSTRIES NPV	39 300	182 352 000	0.66
JPY TOYOTA MOTOR CORP NPV	283 300	1 767 792 000	6.41
JPY TOYOTA TSUSHO CORP NPV	135 800	435 918 000	1.57
JPY WEST JAPAN RAILWAY NPV	381	206 883 000	0.75
JPY YAMADA DENKI CO NPV	11 370	145 649 700	0.53
JPY ZEON CORPORATION NPV	44 000	32 296 000	0.12
Total Japan		27 013 940 750	97.40
Total Bearer shares		27 013 940 750	97.40
Total Transferable securities and money market instruments listed on an official stock exchange		27 013 940 750	97.40
Total investments in securities		27 013 940 750	97.40
Cash at banks, deposits on demand and deposit accounts and other liquid assets		625 232 256	2.25
Other assets and liabilities		95 898 405	0.35
Total net assets		27 735 071 411	100.00

UBS (Lux) Equity Fund – Malaysia

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		104 186 229.76	56 772 596.71	48 822 452.59
Class B	LU0067411347			
Units outstanding		177 775.6808	135 927.2008	157 537.6588
Net asset value per unit in USD		586.05	417.67	309.91

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Malaysian market delivered a strong return. In terms of sectors, consumer staples and materials led the way while the laggards proved to be information technology and utilities. Top stock performers over the period were Malaysian Resources Corp and Malaysian Bulk Carriers, while the weakest performers were Transmile Group and Astro All Asia Networks.

During the year under review, the subfund underperformed its benchmark, the MSCI Malaysia (r). Stock positions that detracted value were our underweights in Synergy Drive and Maxis and an overweight in Top Glove. Sector allocation was positive (overweights in materials and consumer staples). Stock positions that added value were our underweight in Maybank and our overweights in SP Setia and PPB Oil Palms. Stock selection was positive in all sectors with the exception of consumer staples.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Malaysia	100.07
Netherlands	1.12
Total	101.19

Economic Breakdown as a % of net assets	
Banks & credit institutions	22.20
Agriculture & fishery	17.41
Lodging, catering & leisure	12.86
Building industry & materials	11.18
Mechanical engineering & industrial equipment	7.19
Telecommunications	7.12
Real estate	5.90
Energy & water supply	3.69
Traffic & transportation	3.35
Non-ferrous metals	3.32
Food & soft drinks	2.07
Internet, software & IT services	1.68
Tobacco & alcohol	1.31
Miscellaneous unclassified companies	1.05
Finance & holding companies	0.86
Total	101.19

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	82 291 519.13
Investments in securities, unrealized appreciation (depreciation)	23 127 275.17
Total investments in securities (Note 1)	105 418 794.30
Cash at banks, deposits on demand and deposit accounts	2 347 213.00
Receivable on securities sales (Note 1)	68 101.83
Receivable on subscriptions	366 263.32
Interest receivable on liquid assets	2 548.75
Receivable on dividends	81 363.87
Total Assets	108 284 285.07
Liabilities	
Payable on redemptions	-4 027 638.84
Provisions for all-in fee (Note 2)	-61 781.46
Provisions for taxe d'abonnement (Note 3)	-8 635.01
Total provisions	-70 416.47
Total Liabilities	-4 098 055.31
Net assets at the end of the financial year	104 186 229.76

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	341 038.11
Dividends	3 424 002.28
Total income	3 765 040.39
Expenses	
All-in fee (Note 2)	-2 412 706.80
Taxe d'abonnement (Note 3)	-65 612.82
Interest on liquid assets and bank overdraft	-145 183.15
Total expenses	-2 623 502.77
Net income on investments	1 141 537.62
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	25 306 607.00
Total realized gain (loss) on investments	25 306 607.00
Realized gain (loss) on foreign exchange	20 003.50
Total realized gain (loss)	25 326 610.50
Net realized gain (loss) of the financial year	26 468 148.12
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	9 260 403.85
Total changes in unrealized appreciation (depreciation)	9 260 403.85
Net increase (decrease) in net assets as a result of operations	35 728 551.97

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	56 772 596.71
Subscriptions	235 409 132.60
Redemptions	-223 724 051.52
	<hr/>
Total net subscriptions (redemptions)	11 685 081.08
Net income on investments	1 141 537.62
Total realized gain (loss)	25 326 610.50
Total changes in unrealized appreciation (depreciation)	9 260 403.85
	<hr/>
Net increase (decrease) in net assets as a result of operations	35 728 551.97
Net assets at the end of the financial year	104 186 229.76

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	135 927.2008
Number of units issued	468 813.0540
Number of units redeemed	-426 964.5740
Number of units outstanding at the end of the financial year	177 775.6808

Statement of Investments in Securities and other Net Assets as of 30 November 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

Malaysia

MYR	ALLIANCE FINANCIAL MYR1	1 571 800.00	1 394 659.52	1.34
MYR	AMMB HOLDINGS BHD MYR1	915 900.00	1 096 298.35	1.05
MYR	ASIATIC DEV BHD MYR0.50	684 000.00	1 507 101.38	1.45
MYR	BERJAYA SPORTS MYR0.10	841 500.00	1 247 780.26	1.20
MYR	BRIT AMER TOBA(MY) MYR0.50	114 300.00	1 369 830.28	1.31
MYR	BUMIPUTRA-COMMERCE MYR1	3 020 996.00	9 624 730.44	9.23
MYR	BURSA MALAYSIA BHD MYR0.50	385 600.00	1 538 496.35	1.48
MYR	DIGI.COM.BERHAD MYR0.1	227 900.00	1 747 335.12	1.68
MYR	EON CAPITAL BERHAD MYR1	537 804.00	1 096 905.58	1.05
MYR	FRASER & NEAVE MYR1	920 800.00	2 152 234.63	2.07
MYR	GAMUDA BERHAD MYR1	2 584 800.00	3 370 976.33	3.24
MYR	GENTING BHD MYR0.10	2 098 700.00	4 936 647.31	4.74
MYR	GOLDEN HOPE PLANTS MYR1	691 600.00	1 873 919.90	1.80
MYR	IGB CORP BERHAD MYR0.50	2 890 400.00	1 979 431.29	1.90
MYR	JIM CORP BERHAD MYR1	1 569 600.00	3 879 017.42	3.72
MYR	IOI CORP MYR0.50	4 691 789.00	9 429 678.64	9.05
MYR	IOI PROPERTIES MYR1	271 200.00	1 106 279.59	1.06
MYR	KUALA LUMPUR KEPG MYR1	895 300.00	4 211 921.99	4.04
MYR	LAFARGE MALAYAN CE MYR0.50	343 080.00	541 409.56	0.52
MYR	MALAYAN BKG BERHAD MYR1	597 900.00	2 029 495.31	1.95
MYR	MALAYSIA AIRPORTS MYR1	543 300.00	524 130.42	0.50
MYR	MALAYSIAN RES CP MYR1	1 171 000.00	857 722.20	0.82
MYR	MEDIA PRIMA BERHAD MYR1	4 258 200.00	3 055 608.75	2.93
MYR	MMC CORPORATION MYR0.10	964 400.00	2 483 864.82	2.38
MYR	PPB GROUP BERHAD MYR1	411 800.00	1 226 142.62	1.18
MYR	PUBLIC BK BHD MYR1 (ALIEN MKT)	2 412 493.00	7 686 072.68	7.38
MYR	RESORTS WORLD BHD MYR0.50	3 764 600.00	4 259 484.89	4.09
MYR	SIME DARBY BHD MYR0.50	2 245 500.00	7 488 343.01	7.19
MYR	SP SETIA MYR0.75	1 323 900.00	2 995 873.16	2.88
MYR	SUNRISE BERHAD MYR1	426 400.00	431 668.90	0.41
MYR	SUNWAY CITY BERHAD MYR1	721 400.00	1 052 511.54	1.01
MYR	TANJONG ORD GBP0.075	580 300.00	2 954 631.53	2.84
MYR	TELEKOM MALAYSIA MYR1	1 356 500.00	4 362 125.95	4.19
MYR	TEHAGA NASIONL BHD MYR1	1 067 950.00	2 941 354.03	2.82
MYR	TOP GLOVE CORP BHD MYR0.50	511 683.00	891 274.54	0.86
MYR	YTL CORP MYR0.50	380 983.00	901 835.60	0.87
MYR	ZELAN BERHAD MAL MYR1	558 700.00	973 171.06	0.93
Total Malaysia			101 219 964.95	97.16
Total Bearer shares			101 219 964.95	97.16

Registered shares

Malaysia

MYR	MISC BERHAD MYR1 (ALIEN MKT)	1 021 000.00	2 964 046.45	2.84
Total Malaysia			2 964 046.45	2.84

Total Registered shares

2 964 046.45 **2.84**

Certificates on shares

Netherlands

USD	ABN AMRO NV/RESORTS WORLD EC 07-30.06.09	1 029 100.00	1 164 382.90	1.12
Total Netherlands			1 164 382.90	1.12

Total Certificates on shares

1 164 382.90 **1.12**

Total Transferable securities and money market instruments listed on an official stock exchange

105 348 394.30 **101.12**

Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market

Bearer shares

Malaysia

USD	KEMAYAN CORP BHD MYR1	220 000.00	70 400.00	0.07
Total Malaysia			70 400.00	0.07

Total Bearer shares

70 400.00 **0.07**

Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market

70 400.00 **0.07**

Total investments in securities

105 418 794.30 **101.19**

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		2 347 213.00	2.25
Other assets and liabilities		-3 579 777.54	-3.44
Total net assets		104 186 229.76	100.00

UBS (Lux) Equity Fund – Mid Caps Europe

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in EUR		186 376 386.24	223 160 191.22	153 521 164.55
Class B	LU0049842692			
Units outstanding		301 948.2902	372 791.0872	313 944.4912
Net asset value per unit in EUR		617.25	598.62	485.23
Class BG	LU0168507217			
Units outstanding		N/A	N/A	85 679.6180
Net asset value per unit in EUR		N/A	N/A	13.85

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), European markets experienced a year comprising two very diverse halves. In the first half, share prices rose on the back of strong earnings and significant corporate activity and in the second half, the effects of the credit crunch became an increasing concern and caused a significant decline in financial-related stocks in particular, including the property sector. Markets have also become increasingly concerned about inflation, with oil prices close to the USD 100 per barrel level and sharp increases in the price of certain soft commodities.

During the year under review, the subfund outperformed its benchmark, the Dow Jones STOXX Mid 200. We gained performance due to our significant overweight position in healthcare stocks and a significant underweight in financials. The subfund also held a number of companies throughout the year, which benefited from takeover approaches.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United Kingdom	18.06
Germany	16.71
Italy	8.11
France	6.92
Denmark	5.84
Switzerland	5.23
Finland	4.95
Ireland	3.95
Netherlands	3.48
Sweden	3.33
Belgium	2.93
Greece	2.41
Austria	1.95
Cyprus	1.54
Norway	1.53
United Arab Emirates	1.21
Bermuda	1.02
Portugal	1.01
Luxembourg	0.93
Total	91.11

Economic Breakdown as a % of net assets	
Mechanical engineering & industrial equipment	9.93
Finance & holding companies	7.90
Petroleum	7.18
Pharmaceuticals, cosmetics & medical products	6.75
Insurance	5.41
Telecommunications	5.13
Miscellaneous services	4.41
Energy & water supply	4.34
Lodging, catering & leisure	4.28
Chemicals	3.73
Building industry & materials	3.69
Miscellaneous unclassified companies	3.42
Various capital goods	2.86
Banks & credit institutions	2.54
Aerospace industry	2.46
Vehicles	2.37
Biotechnology	2.22
Computer hardware & network equipment providers	1.85
Traffic & transportation	1.42
Miscellaneous trading companies	1.33
Electrical devices & components	1.25
Graphic design, publishing & media	1.14
Non-ferrous metals	1.13
Mining, coal & steel	1.13
Retail trade, department stores	1.01
Investment funds & pension foundations	0.93
Electronics & semiconductors	0.79
Watches & jewellery	0.51
Total	91.11

Statement of Net Assets

	EUR
Assets	30.11.2007
Investments in securities, cost	162 401 510.35
Investments in securities, unrealized appreciation (depreciation)	7 400 322.18
Total investments in securities (Note 1)	169 801 832.53
Cash at banks, deposits on demand and deposit accounts	9 729 972.86
Receivable on subscriptions	7 443 021.59
Interest receivable on liquid assets	14 999.11
Receivable on dividends	134 243.20
Total Assets	187 124 069.29
Liabilities	
Payable on redemptions	-591 783.57
Provisions for all-in fee (Note 2)	-140 452.44
Provisions for tax d'abonnement (Note 3)	-15 447.04
Total provisions	-155 899.48
Total Liabilities	-747 683.05
Net assets at the end of the financial year	186 376 386.24

Statement of Operations

	EUR
Income	1.12.2006–30.11.2007
Interest on liquid assets	423 672.32
Dividends	5 524 030.88
Income on securities lending (Note 4)	228 168.42
Total income	6 175 871.62
Expenses	
All-in fee (Note 2)	-4 725 082.87
Taxe d'abonnement (Note 3)	-119 737.51
Interest on liquid assets and bank overdraft	-119 288.55
Total expenses	-4 964 108.93
Net income on investments	1 211 762.69
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	30 553 253.47
Total realized gain (loss) on investments	30 553 253.47
Realized gain (loss) on foreign exchange	-23 263.87
Total realized gain (loss)	30 529 989.60
Net realized gain (loss) of the financial year	31 741 752.29
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-23 563 091.75
Total changes in unrealized appreciation (depreciation)	-23 563 091.75
Net increase (decrease) in net assets as a result of operations	8 178 660.54

Statement of Changes in Net Assets

	EUR
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	223 160 191.22
Subscriptions	127 300 111.73
Redemptions	-172 262 577.25
Total net subscriptions (redemptions)	-44 962 465.52
Net income on investments	1 211 762.69
Total realized gain (loss)	30 529 989.60
Total changes in unrealized appreciation (depreciation)	-23 563 091.75
Net increase (decrease) in net assets as a result of operations	8 178 660.54
Net assets at the end of the financial year	186 376 386.24

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	372 791.0872
Number of units issued	190 609.3270
Number of units redeemed	-261 452.1240
Number of units outstanding at the end of the financial year	301 948.2902

Statement of Investments in Securities and other Net Assets as of 30 November 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			
CHF AUSTRIAMICROSYSTEM NPV (BR)	53 000.00	1 471 088.66	0.79
EUR WIENER STADT VERSI NPV (BR)	42 472.00	2 165 222.56	1.16
Total Austria		3 636 311.22	1.95
Belgium			
EUR DELHAIZE GROUP NPV	31 512.00	1 874 964.00	1.01
EUR KBC ANCORA NPV (POST SPLIT)	23 338.00	1 776 955.32	0.95
EUR NYRSTAR- WHEN ISSUED	106 400.00	1 814 120.00	0.97
Total Belgium		5 466 039.32	2.93
Bermuda			
NOK DOCKWISE LTD USD1.00	680 877.00	1 898 974.47	1.02
Total Bermuda		1 898 974.47	1.02
Cyprus			
EUR MARFIN POPULAR BK CYP0.5	310 910.00	2 872 808.40	1.54
Total Cyprus		2 872 808.40	1.54
Denmark			
DKK COLOPLAST SER'B'DKK5	27 550.00	1 754 866.88	0.94
DKK DSV DKK1 (POST SUBDIVISION)	165 600.00	2 642 629.37	1.42
DKK GENMAB AS DKK1 (BEARER)	101 050.00	4 146 548.10	2.23
DKK VESTAS WIND SYSTEM DKK1	35 970.00	2 334 612.27	1.25
Total Denmark		10 878 656.62	5.84
Finland			
EUR KONECRANES OYJ NPV	87 627.00	2 291 446.05	1.23
EUR METSO OYJ EUR1.70	85 000.00	3 152 650.00	1.69
EUR WARTSILA OYJ ABP SER'B'EUR3.50	72 425.00	3 787 827.50	2.03
Total Finland		9 231 923.55	4.95
France			
EUR BUREAU VERITAS EURO.12	117 500.00	4 582 500.00	2.46
EUR EDF ENERGIES NOUVELLES SA	47 000.00	2 547 400.00	1.37
EUR NEUF CEGEDEL	88 566.00	3 157 377.90	1.69
EUR TECHNIP NPV	16 000.00	891 680.00	0.48
EUR VICAT EUR4	25 200.00	1 721 412.00	0.92
Total France		12 900 369.90	6.92
Germany			
EUR AWD HOLDINGS AG NPV	65 000.00	1 491 750.00	0.80
EUR FRESENIUS MED CARE NPV	153 195.00	5 855 112.90	3.14
EUR GEA GROUP AG NPV	145 605.00	3 605 179.80	1.93
EUR GERRESHEIMER GROUP NPV (BR)	143 951.00	5 326 187.00	2.86
EUR K&S AG NPV	21 000.00	2 924 880.00	1.57
EUR MAN AG ORD NPV	25 750.00	2 832 500.00	1.52
EUR RHEINMETALL AG NPV	69 983.00	3 950 540.35	2.12
EUR TOGNUM AG NPV (BR)	124 763.00	2 495 260.00	1.34
Total Germany		28 481 410.05	15.28
Ireland			
EUR ELAN CORP ORD EURO.05	115 000.00	1 822 750.00	0.98
EUR IRISH LIFE & PERM ORD EURO.32	225 000.00	2 970 000.00	1.60
EUR SMURFIT KAPPA GRP ORD EURO.001	213 516.00	2 562 192.00	1.37
Total Ireland		7 354 942.00	3.95
Italy			
EUR AUTOGRILL SPA EURO.52	275 000.00	3 289 000.00	1.76
EUR FONDIARIA-SAI DI RISP EUR1	79 582.00	1 633 818.46	0.88
EUR MAIRE TECNIMONT SP NPV	1 400 000.00	4 018 000.00	2.16
EUR PRYSMIAN CAB & SYS NPV	220 000.00	3 773 000.00	2.02
EUR SNAM RETE GAS EUR1	552 676.00	2 398 613.84	1.29
Total Italy		15 112 432.30	8.11
Netherlands			
EUR AMG ADVANCED METAL EURO.02	35 500.00	1 562 000.00	0.84
EUR SBM OFFSHORE NV EURO.25 (POST SUBDIVISION)	147 000.00	3 492 720.00	1.88
EUR USG PEOPLE NV EURO.5 (POST SUBD)	75 976.00	1 424 550.00	0.76
Total Netherlands		6 479 270.00	3.48
Norway			
NOK TGS NOPEC GEOPH.CO NOK0.25	304 400.00	2 849 864.58	1.53
Total Norway		2 849 864.58	1.53
Portugal			
EUR TEIXEIRA DUARTE EN EURO.5	840 344.00	1 873 967.12	1.01
Total Portugal		1 873 967.12	1.01

The notes are an integral part of the financial statements.

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Sweden			
SEK INVESTOR AB SER'B'NPV	123 410.00	1 974 094.02	1.06
SEK SCANIA AB SER'B'NPV	124 800.00	2 129 417.36	1.14
SEK SSAB(SVENSKT STAL) SER'A'NPV	112 500.00	2 105 503.00	1.13
Total Sweden		6 209 014.38	3.33
Switzerland			
CHF NOBEL BIO CARE AG CHF2.00(BR)	16 210.00	3 149 517.56	1.69
Total Switzerland		3 149 517.56	1.69
United Arab Emirates			
GBP LAMPRELL PLC ORD GBP0.05	446 155.00	2 249 890.50	1.21
Total United Arab Emirates		2 249 890.50	1.21
United Kingdom			
GBP BALFOUR BEATTY GBP0.50	479 367.00	3 276 884.04	1.76
GBP CAPITA GROUP ORD GBP0.02066666	288 840.00	3 002 163.63	1.61
GBP COOKSON GROUP ORD GBP0.10	202 500.00	2 113 267.23	1.13
GBP DAILY MAIL&GEN TST 'A'ORD(NON VTG)/GBP0.125	273 406.00	2 129 393.63	1.14
GBP INCHCAPE ORD GBP0.25	430 000.00	2 469 593.25	1.33
GBP INTERCONTL HOTELS ORD GBP0.13617	150 183.00	1 963 849.56	1.05
GBP INVESCO ORD USD0.10	212 752.00	1 870 081.35	1.00
GBP LOGICACMG ORD GBP0.10	1 980 000.00	3 439 220.28	1.85
GBP RESOLUTION PLC ORD GBP0.05	333 440.00	3 306 922.92	1.77
GBP SEVERN TRENT ORD GBP0.9789	143 333.00	3 146 214.33	1.69
GBP WILLIAM HILL ORD GBP0.10	375 000.00	2 718 408.62	1.46
GBP WOOD GROUP (JOHN) ORD GBP0.03333	738 640.00	4 247 360.28	2.28
Total United Kingdom		33 683 359.12	18.07
Total Bearer shares		154 328 751.09	82.81
Registered shares			
Germany			
EUR WACKER CONST EQUIP NPV(REGD)	158 000.00	2 663 880.00	1.43
Total Germany		2 663 880.00	1.43
Greece			
EUR COSMOTE MOBILE TEL EUR0.47	100 000.00	2 624 000.00	1.41
EUR EFG EURO BANK ERGAS EUR3.30(CR)	77 277.00	1 859 284.62	1.00
Total Greece		4 483 284.62	2.41
Switzerland			
CHF SGS SA CHF1(REGD)	4 474.00	3 798 352.14	2.03
CHF SPEEDEL HLDG AG CHF2 (REGD)	24 811.00	1 839 929.99	0.99
CHF SWATCH GROUP CHF0.45(REGD)	25 500.00	952 436.38	0.51
Total Switzerland		6 590 718.51	3.53
Total Registered shares		13 737 883.13	7.37
Investment certificates, closed end			
Luxembourg			
EUR PROLOGIS EUROPEAN PROPERTIES FUND FCP-A1	173 000.00	1 735 190.00	0.93
Total Luxembourg		1 735 190.00	0.93
Total Investment certificates, closed end		1 735 190.00	0.93
Total Transferable securities and money market instruments listed on an official stock exchange		169 801 824.22	91.11
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Bearer shares			
Belgium			
USD LERNOUT & HAUSPIE NPV(EASDAQ)	10 800.00	8.31	0.00
Total Belgium		8.31	0.00
Total Bearer shares		8.31	0.00
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		8.31	0.00
Total investments in securities		169 801 832.53	91.11
Cash at banks, deposits on demand and deposit accounts and other liquid assets		9 729 972.86	5.22
Other assets and liabilities		6 844 580.85	3.67
Total net assets		186 376 386.24	100.00

UBS (Lux) Equity Fund – Mid Caps USA

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		120 323 686.64	135 358 792.08	125 862 734.51
Class B	LU0049842262			
Units outstanding		137 798.6636	167 327.9986	176 600.7096
Net asset value per unit in USD		873.18	808.94	712.69
Class BG	LU0168507647			
Units outstanding		N/A	N/A	99,2400
Net asset value per unit in USD		N/A	N/A	11.72

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), US equity markets rose. Volatility increased in the latter half of the period and markets slowed as concerns over the impact of a weaker housing market on credit quality and economic growth mounted. Mid caps performed in line with large caps and outperformed small caps over the period. Financials and consumer stocks fared the worst, while energy and materials stocks were strongest.

During the year under review, the subfund outperformed its benchmark, the S&P Mid Cap 400 Index. Stock selection was the key driver, led by positive contributions from our positions in Verisign, Webex and Consol Energy, which were offset by poor performances from Headwaters and Chico's. Sector allocation was positive, helped by overweight positions in utilities and industrials.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	97.35
Barbados	1.92
Bermuda	0.72
Total	99.99

Economic Breakdown as a % of net assets	
Energy & water supply	11.09
Insurance	8.23
Miscellaneous services	8.15
Internet, software & IT services	6.77
Electronics & semiconductors	5.86
Traffic & transportation	5.83
Mechanical engineering & industrial equipment	5.76
Pharmaceuticals, cosmetics & medical products	5.70
Retail trade, department stores	4.58
Petroleum	4.44
Vehicles	4.07
Biotechnology	3.71
Mining, coal & steel	3.45
Environmental services & recycling	2.86
Telecommunications	2.59
Building industry & materials	2.43
Healthcare & social services	2.41
Textiles, garments & leather goods	2.01
Chemicals	1.99
Investment funds & pension foundations	1.97
Banks & credit institutions	1.83
Computer hardware & network equipment providers	1.82
Finance & holding companies	1.72
Lodging, catering & leisure	0.72
Total	99.99

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	117 579 100.30
Investments in securities, unrealized appreciation (depreciation)	2 729 696.00
Total investments in securities (Note 1)	120 308 796.30
Cash at banks, deposits on demand and deposit accounts	6 386.54
Receivable on securities sales (Note 1)	741 181.29
Receivable on subscriptions	83 778.00
Interest receivable on liquid assets	1 276.58
Receivable on dividends	70 235.18
Total Assets	121 211 653.89
Liabilities	
Bank overdraft	-117 742.30
Payable on securities purchases (Note 1)	-431 860.68
Payable on redemptions	-239 266.34
Provisions for all-in fee (Note 2)	-89 125.43
Provisions for tax d'abonnement (Note 3)	-9 972.50
Total provisions	-99 097.93
Total Liabilities	-887 967.25
Net assets at the end of the financial year	120 323 686.64

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	131 412.34
Dividends	881 960.61
Income on securities lending (Note 4)	33 689.10
Total income	1 047 062.05
Expenses	
All-in fee (Note 2)	-2 477 317.75
Taxe d'abonnement (Note 3)	-69 751.85
Interest on liquid assets and bank overdraft	-11 005.22
Total expenses	-2 558 074.82
Net income on investments	-1 511 012.77
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	27 008 562.69
Realized gain (loss) on financial futures	-203 106.67
Total realized gain (loss) on investments	26 805 456.02
Realized gain (loss) on foreign exchange	784.57
Total realized gain (loss)	26 806 240.59
Net realized gain (loss) of the financial year	25 295 227.82
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-15 749 350.03
Total changes in unrealized appreciation (depreciation)	-15 749 350.03
Net increase (decrease) in net assets as a result of operations	9 545 877.79

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	135 358 792.08
Subscriptions	54 473 628.01
Redemptions	-79 054 611.24
Total net subscriptions (redemptions)	-24 580 983.23
Net income on investments	-1 511 012.77
Total realized gain (loss)	26 806 240.59
Total changes in unrealized appreciation (depreciation)	-15 749 350.03
Net increase (decrease) in net assets as a result of operations	9 545 877.79
Net assets at the end of the financial year	120 323 686.64

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	167 327.9986
Number of units issued	61 387.0290
Number of units redeemed	-90 916.3640
Number of units outstanding at the end of the financial year	137 798.6636

Statement of Investments in Securities and other Net Assets as of 30 November 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			
Barbados			
USD EVEREST RE GROUP COM USD0.01	22 000.00	2 308 460.00	1.92
Total Barbados		2 308 460.00	1.92
Bermuda			
USD ORIENT EXPRESS HOT CL'A'COM USD0.01	14 000.00	866 740.00	0.72
Total Bermuda		866 740.00	0.72
United States			
USD ACTIVISION INC NEW COM NEW	106 288.00	2 354 279.20	1.96
USD AFFILIATED MANAGERS GROUP COM	13 700.00	1 702 225.00	1.41
USD AGL RES INC COM	80 700.00	2 992 356.00	2.49
USD AMERICAN FINL GROUP INC OHIO COM	95 250.00	2 783 205.00	2.31
USD ARCH COAL INC COM	56 700.00	2 146 662.00	1.78
USD ASSURANT INC COM	12 400.00	811 332.00	0.67
USD BERKLEY W R CORP COM	82 450.00	2 521 321.00	2.10
USD BJS WHOLESALE CLUB INC COM	77 500.00	2 902 375.00	2.41
USD BORG WARNER INC COM	24 400.00	2 357 284.00	1.96
USD CARPENTER TECHNOLOGY CORP COM	26 600.00	2 006 970.00	1.67
USD CEPHALON INC COM	27 900.00	2 090 268.00	1.74
USD CHICOS FAS INC COM	98 700.00	1 116 297.00	0.93
USD CITI TRENDS INC	33 500.00	517 575.00	0.43
USD CITRIX SYS INC COM	43 100.00	1 593 838.00	1.32
USD CITY NATL CORP COM	34 100.00	2 196 722.00	1.83
USD COVANCE INC COM	33 300.00	2 908 089.00	2.42
USD DRIL-QUIP INC COM	25 400.00	1 433 068.00	1.19
USD ENSCO INTL INC COM	30 700.00	1 653 195.00	1.37
USD F5 NETWORKS INC COM	55 700.00	1 471 594.00	1.22
USD FIRST AMERN CORP CALIF COM	60 500.00	2 067 890.00	1.72
USD GARDNER DENVER INC COM	71 200.00	2 357 432.00	1.96
USD HARRIS CORP DEL COM	49 600.00	3 113 392.00	2.59
USD HEADWATERS INC COM	123 200.00	1 478 400.00	1.23
USD HEALTH NET INC COM	59 700.00	2 900 226.00	2.41
USD ION GEOPHYSICAL CO COM USD0.01	141 700.00	2 186 431.00	1.82
USD JETBLUE AWYS CORP COM	106 800.00	747 600.00	0.62
USD LAM RESEARCH CORP COM	43 500.00	1 994 475.00	1.66
USD MARTEK BIOSCIENCES CORP COM	50 500.00	1 305 930.00	1.09
USD MCAFEE INC COM	37 900.00	1 476 205.00	1.23
USD MDU RES GROUP INC COM	134 900.00	3 681 421.00	3.05
USD MICROCHIP TECHNOLOGY INC COM	80 100.00	2 306 079.00	1.92
USD NOVELL INC COM	178 900.00	1 255 878.00	1.04
USD OMNICARE INC COM	50 500.00	1 286 740.00	1.07
USD ON SEMICONDUCTOR CORP COM	121 400.00	1 115 666.00	0.93
USD OSHKOSH TRUCK CORP COM	52 700.00	2 534 343.00	2.11
USD OVERSEAS SHIPHOLDING GROUP INC COM	31 000.00	2 219 600.00	1.84
USD PALL CORP COM	48 800.00	1 866 600.00	1.55
USD PDL BIOPHARMA INC COM	66 600.00	1 179 486.00	0.98
USD PETROHAWK ENERGY CORP COM	53 600.00	873 680.00	0.73
USD PETSMART INC COM	52 300.00	1 489 504.00	1.24
USD PHILLIPS VAN HEUSEN CORP COM	57 000.00	2 417 940.00	2.01
USD PROTECTIVE LIFE CORP COM	35 700.00	1 477 266.00	1.23
USD REPUBLIC SVCS INC COM	59 100.00	1 960 347.00	1.63
USD ROPER INDS INC NEW COM	42 700.00	2 709 315.00	2.25
USD RPM INTL INC COM	125 900.00	2 398 395.00	1.99
USD RYDER SYS INC COM	51 300.00	2 224 368.00	1.85
USD RYLAND GROUP INC COM	21 000.00	483 000.00	0.40
USD SCIENTIFIC GAMES CORP CL A	67 700.00	2 192 803.00	1.82
USD SOUTHWESTERN ENERGY CO COM	17 600.00	875 952.00	0.73
USD TECO ENERGY INC COM	145 500.00	2 520 060.00	2.09
USD TETRA TECHNOLOGIES INC DEL COM	87 300.00	1 380 213.00	1.15
USD TOLL BROTHERS INC COM	28 000.00	578 760.00	0.48
USD URS CORP NEW COM	32 300.00	1 856 927.00	1.54
USD VARIAN MED SYS INC COM	52 900.00	2 642 884.00	2.20
USD VARIAN SEMICONDUCTOR EQUIPMNT COM	39 450.00	1 637 569.50	1.36
USD VERISIGN INC COM	36 300.00	1 484 670.00	1.23
USD VERTEX PHARMACEUTICALS INC COM	47 000.00	1 193 330.00	0.99
USD WATSON WYATT WORLDWIDE INC CL A	56 852.00	2 618 034.60	2.18
USD WERNER ENTERPRISES INC COM	103 700.00	1 819 935.00	1.51
USD WISCONSIN ENERGY CORP COM	68 900.00	3 296 176.00	2.74
Total United States		114 763 578.30	95.38
Total Bearer shares		117 938 778.30	98.02

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Investment certificates, closed end			
United States			
USD RAYONIER REIT INC	51 100.00	2 370 018.00	1.97
Total United States		2 370 018.00	1.97
Total Investment certificates, closed end		2 370 018.00	1.97
Total Transferable securities and money market instruments listed on an official stock exchange		120 308 796.30	99.99
Total investments in securities		120 308 796.30	99.99
Cash at banks, deposits on demand and deposit accounts and other liquid assets		6 386.54	0.01
Bank overdraft and other short-term liabilities		-117 742.30	-0.10
Other assets and liabilities		126 246.10	0.10
Total net assets		120 323 686.64	100.00

UBS (Lux) Equity Fund – Singapore

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		381 494 399.61	132 768 993.59	54 718 270.50
Class B	LU0067411776			
Units outstanding		374 409.0817	185 326.5467	112 305.0567
Net asset value per unit in USD		1 018.92	716.41	487.23

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Singapore market delivered a strong return. In terms of sectors, energy and consumer staples led the way, while the problem sectors proved to be information technology and financials. Top stock performers over the period were Cosco Corp and Singapore Exchange and the weakest companies were Creative Technology and Chartered Semiconductor.

During the year under review, the subfund outperformed its benchmark, the MSCI Singapore Free (r). Overall, stock selection added significant value. Stock selection was positive in all sectors with the exception of telecoms and consumer staples. Sector allocation was positive (overweight in industrials, underweight in financials). Stock positions that added value were the overweight in Straits Asia Resources and Yangzijiang and the underweight in DBS Group. The underweight in Singapore Telecom and the overweight in Unisteel and Singapore Food impacted negatively on fund performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Singapore	96.79
South Korea	1.95
China	0.59
Total	99.33

Economic Breakdown as a % of net assets	
Banks & credit institutions	27.47
Traffic & transportation	15.34
Real estate	13.00
Finance & holding companies	9.86
Telecommunications	9.73
Aerospace industry	4.62
Mechanical engineering & industrial equipment	4.08
Miscellaneous trading companies	3.20
Food & soft drinks	2.73
Mining, coal & steel	2.03
Vehicles	1.99
Investment funds & pension foundations	1.40
Miscellaneous services	0.98
Electrical devices & components	0.87
Lodging, catering & leisure	0.85
Building industry & materials	0.59
Miscellaneous consumer goods	0.49
Miscellaneous unclassified companies	0.10
Total	99.33

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	321 711 947.42
Investments in securities, unrealized appreciation (depreciation)	57 240 505.14
Total investments in securities (Note 1)	378 952 452.56
Cash at banks, deposits on demand and deposit accounts	2 023 371.48
Receivable on subscriptions	335 579.35
Interest receivable on liquid assets	61 607.88
Receivable on dividends	731 975.58
Total Assets	382 104 986.85
Liabilities	
Interest payable on bank overdraft	-572.67
Payable on redemptions	-303 168.48
Provisions for all-in fee (Note 2)	-275 227.58
Provisions for taxe d'abonnement (Note 3)	-31 618.51
Total provisions	-306 846.09
Total Liabilities	-610 587.24
Net assets at the end of the financial year	381 494 399.61

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	263 513.19
Dividends	7 121 697.94
Income on securities lending (Note 4)	56 813.29
Total income	7 442 024.42
Expenses	
All-in fee (Note 2)	-4 466 638.96
Taxe d'abonnement (Note 3)	-139 129.91
Interest on liquid assets and bank overdraft	-8 461.58
Total expenses	-4 614 230.45
Net income on investments	2 827 793.97
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	32 956 522.91
Realized gain (loss) on forward foreign exchange contracts	-109 159.06
Total realized gain (loss) on investments	32 847 363.85
Realized gain (loss) on foreign exchange	-591 102.20
Total realized gain (loss)	32 256 261.65
Net realized gain (loss) of the financial year	35 084 055.62
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	25 068 080.30
Total changes in unrealized appreciation (depreciation)	25 068 080.30
Net increase (decrease) in net assets as a result of operations	60 152 135.92

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	132 768 993.59
Subscriptions	526 228 759.76
Redemptions	-337 655 489.66
	<hr/>
Total net subscriptions (redemptions)	188 573 270.10
Net income on investments	2 827 793.97
Total realized gain (loss)	32 256 261.65
Total changes in unrealized appreciation (depreciation)	25 068 080.30
	<hr/>
Net increase (decrease) in net assets as a result of operations	60 152 135.92
Net assets at the end of the financial year	381 494 399.61

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	185 326.5467
Number of units issued	560 442.7850
Number of units redeemed	-371 360.2500
Number of units outstanding at the end of the financial year	374 409.0817

Statement of Investments in Securities and other Net Assets as of 30 November 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				
SGD	CHINA SKY CHEMICAL FIBRE CO LTD	1 218 000.00	1 869 829.20	0.49
Total China			1 869 829.20	0.49

Singapore

SGD	ASCOTT GROUP (THE) SGDO.20	4 869 000.00	4 646 442.15	1.22
SGD	AUSGROUP LTD SGDO.05	3 122 000.00	3 756 503.70	0.98
SGD	CAPITALAND SGD1	3 786 500.00	18 328 953.73	4.80
SGD	CITY DEVELOPMENTS SGDO.50	646 000.00	6 432 750.15	1.69
SGD	COMFORTDELGRO CORP SGDO.25	4 684 491.00	6 187 246.95	1.62
SGD	COSCO CORPORATION SGDO.10(POST SUBDIVISION)	2 079 000.00	10 207 385.38	2.68
SGD	DBS GROUP HLDGS SGD1	2 114 031.00	29 383 876.00	7.70
SGD	EZRA HOLDINGS SGDO.20	1 705 200.00	3 938 433.03	1.03
SGD	FRASER & NEAVE LTD SGDO.2	2 304 200.00	9 241 656.87	2.42
SGD	GOODPACK SGDO.01	4 322 000.00	6 874 075.10	1.80
SGD	GUOCOLAND SGD1	306 000.00	1 079 178.48	0.28
SGD	HONG LEONG ASIA SGDO.20	963 000.00	2 264 158.77	0.59
SGD	HONG LEONG FINANCE SGD1	1 063 000.00	2 763 902.91	0.72
SGD	HOTEL PROPERTIES SGD1	560 000.00	1 510 269.00	0.40
SGD	INNOVALUES SGDO.05	4 226 000.00	789 032.57	0.21
SGD	INTER-ROLLER ENGIN SGDO.1 (POST SUBD)	5 280 000.00	2 044 671.88	0.54
SGD	JARDINE CYCLE & CA SGD1	524 201.00	7 576 101.86	1.99
SGD	KEPPEL CORP NPV	2 542 500.00	23 559 574.02	6.18
SGD	KEPPEL LAND LTD SGDO.50	1 539 000.00	7 981 813.15	2.09
SGD	MAVERIC LTD SGDO.05	396 000.00	10 679.76	0.00
SGD	MIDAS HLDGS SGDO.04	5 013 000.00	4 991 853.95	1.31
SGD	OLAM INTERNATIONAL SGDO.1	5 723 500.00	12 190 291.12	3.20
SGD	OVERSEA-CHINESE BK SGDO.5	4 196 528.00	24 666 681.41	6.47
SGD	PARKWAY HLDGS SGDO.25	544 000.00	1 429 500.03	0.37
SGD	PARKWAY LIFE REAL UNITS	27 199.00	21 253.63	0.01
SGD	PETRA FOODS LIMITE SGDO.1	1 222 000.00	1 183 044.05	0.31
SGD	SEMBCORP INDUSTRIE SGDO.25 (POST REORG)	2 544 288.00	9 852 716.13	2.58
SGD	SEMBCORP MARINE SGDO.10	2 799 200.00	8 517 032.01	2.23
SGD	SIA ENGINEERING CO SGDO.10	1 311 000.00	4 133 987.97	1.08
SGD	SINGAPORE AIRLINES SGDO.50	599 000.00	7 414 494.15	1.94
SGD	SINGAPORE AIRPORT SGDO.10	2 036 000.00	3 787 317.61	0.99
SGD	SINGAPORE EXCHANGE SGDO.01	1 594 000.00	15 542 078.69	4.07
SGD	SINGAPORE TECH ENG SGDO.10	6 745 000.00	17 630 938.38	4.62
SGD	SINGAPORE TELECOMM NPV(POST RE-ORG)	12 551 413.00	33 676 427.93	8.83
SGD	STARHUB LTD NPV B/L10 31/07/07	1 652 213.00	3 427 590.76	0.90
SGD	STRAITS ASIA RESOURCES LTD	3 546 000.00	7 748 675.75	2.03
SGD	UNISTEEL TECHNOLOG SGDO.05	2 125 875.00	2 513 827.71	0.66
SGD	UOL GROUP LIMITED SGD1	889 186.00	2 779 282.70	0.73
SGD	UTD O/S BANK SGD1	2 576 864.00	35 282 419.74	9.26
SGD	WHEELOK PROP(SG) SGD1	1 153 000.00	1 714 231.38	0.45
SGD	YANGZIJANG SHIPBUILDING (HOLDINGS) LTD	6 230 185.00	8 530 368.78	2.24
SGD	YANLORD LAND GROUP NPV	3 221 000.00	8 330 364.43	2.18
Total Singapore			363 941 083.77	95.40

South Korea

SGD	STX PAN OCEAN KRW100	3 424 000.00	7 434 727.89	1.95
Total South Korea			7 434 727.89	1.95
Total Bearer shares			373 245 640.86	97.84

Investment certificates, closed end

Singapore

SGD	CAPITACOMMERCIAL TRUST	617 230.00	973 158.43	0.26
SGD	CAPITAMALL TRUST	1 170 700.00	2 590 581.56	0.67
SGD	K-REIT ASIA	1 002 800.00	1 747 497.41	0.46
Total Singapore			5 311 237.40	1.39
Total Investment certificates, closed end			5 311 237.40	1.39

Total Transferable securities and money market instruments listed on an official stock exchange

378 556 878.26 **99.23**

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 not listed on an official stock exchange and not traded on another regulated market			
Bearer shares			
China			
SGD CHINA NEW TOWN DEVELOPMENTCO LTD-144A-REGS	908 000.00	395 574.30	0.10
Total China		395 574.30	0.10
Total Bearer shares		395 574.30	0.10
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		395 574.30	0.10
Total investments in securities		378 952 452.56	99.33
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 023 371.48	0.53
Other assets and liabilities		518 575.57	0.14
Total net assets		381 494 399.61	100.00

UBS (Lux) Equity Fund – Small & Mid Caps Japan

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in JPY		14 423 159 361	23 831 571 262	41 741 029 458
Class B	LU0049845281			
Units outstanding		1 019 961.9839	1 353 712.9539	2 098 746.8909
Net asset value per unit in JPY		14 141	17 605	19 889

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Japanese small cap market continued to slide, whereas large cap companies benefited from the robust expansion of the emerging economies. Stagnant wage growth in Japan led to a lacklustre performance by the domestic economy where most of the small cap companies operate. Risk aversion in the wake of the US subprime issues also added to the decline.

The subfund underperformed the benchmark Russell/Nomura Small Cap Index¹⁾ for the year under review. Yahoo Japan's re-listing on the market in February 2007 significantly detracted from the relative performance.

¹⁾ The change of the subfund's benchmark from JASDAQ Price Index to Russell/Nomura Small Cap Index (gross) was effective as of 1st November 2007.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Japan	99.25
Germany	0.09
Total	99.34

Economic Breakdown as a % of net assets	
Chemicals	13.67
Mechanical engineering & industrial equipment	12.14
Retail trade, department stores	11.96
Banks & credit institutions	6.67
Finance & holding companies	5.56
Electrical devices & components	5.18
Miscellaneous services	4.99
Real estate	4.98
Pharmaceuticals, cosmetics & medical products	4.62
Vehicles	4.35
Mining, coal & steel	3.71
Telecommunications	2.98
Textiles, garments & leather goods	2.77
Internet, software & IT services	2.11
Non-ferrous metals	1.99
Photographic & optics	1.98
Agriculture & fishery	1.77
Miscellaneous consumer goods	1.76
Building industry & materials	1.40
Traffic & transportation	1.35
Computer hardware & network equipment providers	1.33
Electronics & semiconductors	1.03
Lodging, catering & leisure	0.66
Graphic design, publishing & media	0.38
Total	99.34

Statement of Net Assets

	JPY
Assets	30.11.2007
Investments in securities, cost	17 261 593 181
Investments in securities, unrealized appreciation (depreciation)	-2 933 826 263
Total investments in securities (Note 1)	14 327 766 918
Cash at banks, deposits on demand and deposit accounts	6 991 965
Receivable on securities sales (Note 1)	45 675 609
Receivable on subscriptions	5 690 138
Interest receivable on liquid assets	4 984
Receivable on dividends	68 194 734
Total Assets	14 454 324 348
Liabilities	
Bank overdraft	-14 170 868
Payable on redemptions	-5 186 572
Provisions for all-in fee (Note 2)	-10 612 147
Provisions for taxe d'abonnement (Note 3)	-1 195 400
Total provisions	-11 807 547
Total Liabilities	-31 164 987
Net assets at the end of the financial year	14 423 159 361

Statement of Operations

	JPY
Income	1.12.2006–30.11.2007
Interest on liquid assets	227 251
Dividends	274 893 657
Income on securities lending (Note 4)	25 003 865
Total income	300 124 773
Expenses	
All-in fee (Note 2)	-393 214 514
Taxe d'abonnement (Note 3)	-10 541 564
Interest on liquid assets and bank overdraft	-348 815
Total expenses	-404 104 893
Net income on investments	-103 980 120
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	-2 251 529 068
Total realized gain (loss) on investments	-2 251 529 068
Realized gain (loss) on foreign exchange	168 432
Total realized gain (loss)	-2 251 360 636
Net realized gain (loss) of the financial year	-2 355 340 756
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-2 147 044 301
Total changes in unrealized appreciation (depreciation)	-2 147 044 301
Net increase (decrease) in net assets as a result of operations	-4 502 385 057

Statement of Changes in Net Assets

	JPY
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	23 831 571 262
Subscriptions	10 956 066 956
Redemptions	-15 862 093 800
Total net subscriptions (redemptions)	-4 906 026 844
Net income on investments	-103 980 120
Total realized gain (loss)	-2 251 360 636
Total changes in unrealized appreciation (depreciation)	-2 147 044 301
Net increase (decrease) in net assets as a result of operations	-4 502 385 057
Net assets at the end of the financial year	14 423 159 361

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	1 353 712.9539
Number of units issued	611 971.6070
Number of units redeemed	-945 722.5770
Number of units outstanding at the end of the financial year	1 019 961.9839

Statement of Investments in Securities and other Net Assets as of 30 November 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

Germany			
EUR	SGL CARBON AG ORD NPV	2 160	13 171 190 0.09
Total Germany			13 171 190 0.09
Japan			
JPY	AEON DELIGHT CO NPV	101 000	232 805 000 1.61
JPY	AICA KOGYO CO NPV	191 000	201 887 000 1.40
JPY	ARC LAND SAKAMOTO NPV	115 500	177 870 000 1.23
JPY	ARCS COMPANY LTD NPV	5 363	7 808 528 0.05
JPY	ARRK CORP NPV	331 900	132 096 200 0.92
JPY	ARUZE CORP NPV	8 000	32 800 000 0.23
JPY	CHIYODA INTEGRÉ CO NPV	126 300	229 992 300 1.59
JPY	CREED CORPORATION NPV	712	198 648 000 1.38
JPY	F.C.C. CO LTD NPV	135 700	276 828 000 1.92
JPY	FUJI ELECTRONICS NPV	188 500	192 081 500 1.33
JPY	FUJIMI INC NPV	77 300	127 622 300 0.88
JPY	FUNAI ELECTRIC CO NPV	17 800	83 660 000 0.58
JPY	FURUKAWA CO NPV	1 632 000	401 472 000 2.78
JPY	FURUNO ELECTRIC CO NPV	56 900	98 437 000 0.68
JPY	GLORY LTD NPV	21 500	64 285 000 0.45
JPY	GUNZE LTD NPV	400 000	185 600 000 1.29
JPY	HITACHI KOKI CO NPV	150 000	271 500 000 1.88
JPY	JASTEC CO LTD NPV	274 200	281 329 200 1.95
JPY	KABU.COM SECURITIE NPV	877	143 828 000 1.00
JPY	KANSAI URBAN BANKI NPV	1 183 000	444 808 000 3.08
JPY	KANTO DENKA KOGYO NPV	70 000	45 220 000 0.31
JPY	KEYYO BANK NPV	754 000	517 244 000 3.59
JPY	KENEDIX INC NPV	676	141 284 000 0.98
JPY	MANI INC NPV	4 500	31 905 000 0.22
JPY	MEIKO ELECTRONICS NPV	9 800	44 100 000 0.31
JPY	NABTESCO CORP NPV	160 000	276 000 000 1.91
JPY	NACHI-FUJIKOSHI CO NPV	601 000	280 667 000 1.95
JPY	NBC INC NPV	176 900	214 402 800 1.49
JPY	NETUREN CO LTD NPV	88 800	122 544 000 0.85
JPY	NIHON INTER ELECTR NPV	167 300	48 851 600 0.34
JPY	NIHON PARKERIZING NPV	142 000	225 070 000 1.56
JPY	NIPPON LIGHT METAL NPV	1 468 000	287 728 000 1.99
JPY	NIPPON SHINYAKU CO NPV	245 000	269 500 000 1.87
JPY	NISSHIN OILIO GP NPV	604 000	257 304 000 1.78
JPY	NIITA CORP NPV	61 300	150 491 500 1.04
JPY	NITTETSU MINING CO NPV	230 000	186 530 000 1.29
JPY	OKINAWA CELLULAR NPV	1 445	426 275 000 2.96
JPY	OZEKI CO LTD NPV	190 000	596 600 000 4.17
JPY	PASONA INC NPV	78	10 062 000 0.07
JPY	PROTO CORPORATION NPV	19 900	55 322 000 0.38
JPY	ROLAND DG CORP NPV	21 600	121 608 000 0.84
JPY	SAZABY LEAGUE LTD NPV	63 000	158 760 000 1.10
JPY	SECOM TECHNO SERVI NPV	59 500	212 415 000 1.47
JPY	SURUGA CORPORATION NPV	83 700	175 770 000 1.22
JPY	TANAKA SEIMITSU KO NPV	310 400	350 131 200 2.43
JPY	TOEI ANIMATION NPV	13 300	33 383 000 0.23
JPY	TOKYO LEASING CO NPV	288 500	305 233 000 2.12
JPY	TOKYO STEEL MFG NPV	150 000	212 550 000 1.47
JPY	TSUBAKIMOTO CHAIN NPV	252 000	177 912 000 1.23
JPY	USC CORP NPV	224 400	340 639 200 2.36
JPY	YUSEN AIR&SEA SERV NPV	78 080	195 200 000 1.35
Total Japan			10 256 060 328 71.11
Total Bearer shares			10 269 231 518 71.20

Total Transferable securities and money market instruments listed on an official stock exchange			10 269 231 518 71.20
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Transferable securities and money market instruments traded on another regulated market

Bearer shares

Japan			
JPY	ACCA NETWORKS CO NPV	15	3 225 000 0.02
JPY	FIELDS CORP NPV	494	73 606 000 0.51
JPY	FT COMMUNICATIONS NPV	71	3 819 800 0.03
JPY	IMAGINEER CO LTD NPV	45 000	77 040 000 0.53
JPY	INDEX HOLDINGS NPV	1 500	53 100 000 0.37
JPY	KIMOTO CO LTD NPV	724 600	505 770 800 3.51
JPY	LASERTEC CORP NPV	24 600	49 938 000 0.35
JPY	NAFCO CO LTD NPV	159 000	346 620 000 2.40
JPY	NE CHEMCAT CORP NPV	168 000	352 800 000 2.45
JPY	NISSIN HEALTHCARE NPV	302 050	365 480 500 2.53
JPY	OPT INC NPV	60	19 260 000 0.13
JPY	RECRM RESEARCH CO NPV	1 806	202 272 000 1.40
JPY	SAN-A CO LTD NPV	79 100	279 223 000 1.94
JPY	SHIDAX CORP NPV	1 379	95 840 500 0.66
JPY	SIGMA KOKI CO LTD NPV	305 600	285 736 000 1.98

Description	Quantity/ Nominal	Valuation in JPY Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
JPY SK KAKEN CO LTD NPV	45 500	136 500 000	0.95
JPY SPARX GROUP CO.LTD NPV	1 461	87 075 600	0.60
JPY T & K TOKA CO LTD NPV	326 050	578 412 700	4.00
JPY TAKEUCHI MFG CO NPV	19 200	96 000 000	0.67
JPY TELEWAVE INC NPV	300	26 700 000	0.19
JPY WORKMAN CO LTD NPV	79 200	165 528 000	1.15
JPY YONKYU CO LTD NPV	328 500	254 587 500	1.77
Total Japan		4 058 535 400	28.14
Total Bearer shares		4 058 535 400	28.14
Total Transferable securities and money market instruments traded on another regulated market		4 058 535 400	28.14
Total investments in securities		14 327 766 918	99.34
Cash at banks, deposits on demand and deposit accounts and other liquid assets		6 991 965	0.05
Bank overdraft and other short-term liabilities		-14 170 868	-0.10
Other assets and liabilities		102 571 346	0.71
Total net assets		14 423 159 361	100.00

UBS (Lux) Equity Fund – Small Caps USA

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		200 885 918.76	241 371 407.94	371 091 127.72
Class B	LU0038842364			
Units outstanding		429 143.3090	541 562.2250	909 825.9350
Net asset value per unit in USD		468.11	445.69	407.87

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the subfund's benchmark, the Russell 2500 Growth Index (NR), was driven by strength in the healthcare, industrials, information technology and materials sectors. Growth significantly outpaced value, as represented by the Russell 2500 Growth Index versus the Russell 2500 Value Index, over the same period.

During the year under review, the subfund underperformed its benchmark, the Russell 2500 Growth Index (NR). Stock selection in consumer discretionary, consumer staples and information technology, where we were underweight, and in industrials (overweight), detracted. Stock selection in financials (underweight) and healthcare (overweight) helped performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	92.55
Netherlands	1.71
Israel	1.37
Virgin Islands GB	1.06
Bermuda	0.83
Total	97.52

Economic Breakdown as a % of net assets	
Pharmaceuticals, cosmetics & medical products	11.11
Petroleum	9.63
Internet, software & IT services	6.68
Miscellaneous services	6.42
Retail trade, department stores	5.94
Electronics & semiconductors	5.83
Mechanical engineering & industrial equipment	5.17
Healthcare & social services	4.60
Biotechnology	4.33
Mining, coal & steel	3.80
Investment funds & pension foundations	3.40
Traffic & transportation	3.35
Computer hardware & network equipment providers	2.94
Vehicles	2.79
Electrical devices & components	2.41
Aerospace industry	2.27
Lodging, catering & leisure	2.02
Real estate	1.95
Finance & holding companies	1.63
Telecommunications	1.37
Graphic design, publishing & media	1.35
Chemicals	1.35
Building industry & materials	1.31
Textiles, garments & leather goods	1.28
Food & soft drinks	1.26
Banks & credit institutions	1.17
Miscellaneous trading companies	1.10
Packaging industry	1.06
Total	97.52

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	156 716 711.90
Investments in securities, unrealized appreciation (depreciation)	39 191 013.38
Total investments in securities (Note 1)	195 907 725.28
Time deposits and fiduciary deposits	5 141 738.74
Receivable on securities sales (Note 1)	822 826.89
Receivable on subscriptions	46 624.09
Interest receivable on liquid assets	637.02
Receivable on dividends	21 020.46
Total Assets	201 940 572.48
Liabilities	
Payable on redemptions	-893 156.55
Provisions for all-in fee (Note 2)	-145 233.26
Provisions for taxe d'abonnement (Note 3)	-16 263.91
Total provisions	-161 497.17
Total Liabilities	-1 054 653.72
Net assets at the end of the financial year	200 885 918.76

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	207 506.71
Dividends	709 499.40
Income on securities lending (Note 4)	38 245.14
Total income	955 251.25
Expenses	
All-in fee (Note 2)	-3 951 825.67
Taxe d'abonnement (Note 3)	-106 336.68
Interest on liquid assets and bank overdraft	-5 019.08
Total expenses	-4 063 181.43
Net income on investments	-3 107 930.18
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	47 812 260.94
Total realized gain (loss) on investments	47 812 260.94
Total realized gain (loss)	47 812 260.94
Net realized gain (loss) of the financial year	44 704 330.76
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-32 124 967.85
Total changes in unrealized appreciation (depreciation)	-32 124 967.85
Net increase (decrease) in net assets as a result of operations	12 579 362.91

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	241 371 407.94
Subscriptions	106 176 617.51
Redemptions	-159 241 469.60
Total net subscriptions (redemptions)	-53 064 852.09
Net income on investments	-3 107 930.18
Total realized gain (loss)	47 812 260.94
Total changes in unrealized appreciation (depreciation)	-32 124 967.85
Net increase (decrease) in net assets as a result of operations	12 579 362.91
Net assets at the end of the financial year	200 885 918.76

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	541 562.2250
Number of units issued	224 299.3170
Number of units redeemed	-336 718.2330
Number of units outstanding at the end of the financial year	429 143.3090

Statement of Investments in Securities and other Net Assets as of 30 November 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

Bermuda				
USD	ORIENT EXPRESS HOT CL'A'COM USD0.01	26 900.00	1 665 379.00	0.83
Total Bermuda			1 665 379.00	0.83

Netherlands

USD	CORE LABORATORIES ORD EURO.01	29 300.00	3 435 425.00	1.71
Total Netherlands			3 435 425.00	1.71

United States

USD	ABERCROMBIE & FITCH CO CL A	42 807.00	3 511 886.28	1.75
USD	ADVANCE AUTO PARTS INC COM	60 750.00	2 184 570.00	1.09
USD	AMAG PHARMACEUTICALS INC	18 600.00	1 071 918.00	0.53
USD	AMETEK INC NEW COM	42 800.00	1 883 200.00	0.94
USD	ANIXTER INTL INC COM	50 100.00	3 231 450.00	1.61
USD	ARTHROCARE CORP COM	53 300.00	2 885 129.00	1.44
USD	BALL CORP COM	46 200.00	2 136 750.00	1.06
USD	BE AEROSPACE INC COM	97 200.00	4 568 400.00	2.27
USD	BECKMAN COULTER INC COM	28 100.00	1 987 513.00	0.99
USD	BENCHMARK ELECTR INC COM	119 700.00	2 148 615.00	1.07
USD	BIOMARIN PHARMACEUTICAL INC COM	48 300.00	1 328 250.00	0.66
USD	BRINKS CO COM	46 700.00	2 987 866.00	1.49
USD	CARPENTER TECHNOLOGY CORP COM	43 200.00	3 259 440.00	1.62
USD	CENTRAL GARDEN & P COM STK NV 'A' SHS USD0.01	105 600.00	554 400.00	0.28
USD	CHATTEM INC COM	38 300.00	2 715 853.00	1.35
USD	CHILDRENS PL RETAIL STORES INC COM	55 900.00	1 590 914.00	0.79
USD	CHRISTOPHER & BANKS CORP COM	75 600.00	1 218 672.00	0.61
USD	CKE RESTAURANTS INC COM	163 400.00	2 388 908.00	1.19
USD	COVANCE INC COM	42 600.00	3 720 258.00	1.85
USD	DIODES INC COM	86 150.00	2 534 533.00	1.26
USD	DRIL-QUIP INC COM	57 000.00	3 215 940.00	1.60
USD	EMCOR GROUP INC COM	98 700.00	2 629 368.00	1.31
USD	ENERGY CONVERSION DEVICES INC COM	31 400.00	812 318.00	0.40
USD	EXELIXIS INC COM	93 600.00	817 128.00	0.41
USD	FACTSET RESH SYS INC COM	38 400.00	2 406 912.00	1.20
USD	FEI CO COM	55 500.00	1 382 505.00	0.69
USD	FTI CONSULTING INC COM	55 000.00	3 135 000.00	1.56
USD	GYMBOREE CORP COM	50 700.00	1 691 352.00	0.84
USD	HITTITE MICROWAVE CORP COM	48 700.00	2 103 353.00	1.05
USD	HOLOGIC INC COM	26 500.00	1 759 335.00	0.88
USD	HUB GROUP INC CL A	86 600.00	2 258 528.00	1.12
USD	IDEX CORP COM	72 550.00	2 590 035.00	1.29
USD	IMMUCOR INC COM	76 000.00	2 520 920.00	1.25
USD	INTEGRA LIFESCIENCES HLDGS CP COM NEW	53 700.00	2 225 865.00	1.11
USD	ION GEOPHYSICAL CO COM USD0.01	173 300.00	2 674 019.00	1.33
USD	ISIS PHARMACEUTICALS INC COM	79 700.00	1 409 893.00	0.70
USD	JARDEN CORP COM	62 800.00	1 655 408.00	0.82
USD	JOY GLOBAL INC COM	56 675.00	3 287 150.00	1.64
USD	LABOR READY INC COM NEW	85 600.00	1 288 280.00	0.64
USD	LAMAR ADVERTISING CO CL A	52 300.00	2 720 123.00	1.35
USD	LANDSTAR SYS INC COM	59 100.00	2 350 998.00	1.17
USD	LAWSON SOFTWARE INC NEW COM	207 400.00	2 015 928.00	1.00
USD	LIFECELL CORP COM	73 200.00	2 968 260.00	1.48
USD	LKQ CORP COM	85 900.00	3 411 089.00	1.70
USD	MICROS SYS INC COM	40 575.00	2 927 080.50	1.46
USD	MICROSEMI CORP COM	137 400.00	3 143 712.00	1.56
USD	MSC INDL DIRECT INC CL A	60 700.00	2 623 454.00	1.31
USD	MYRIAD GENETICS INC COM	23 800.00	1 147 160.00	0.57
USD	NUANCE COMMUNICATIONS INC COM	221 400.00	4 467 852.00	2.22
USD	OMNICELL INC COM	110 200.00	2 905 974.00	1.45
USD	PAREXEL INTL CORP COM	64 400.00	2 849 700.00	1.42
USD	PATTERSON COMPANIES INC COM	56 900.00	1 831 042.00	0.91
USD	PEDIATRIX MED GROUP COM	75 900.00	4 907 694.00	2.44
USD	PETROHAWK ENERGY CORP COM	198 855.00	3 241 336.50	1.61
USD	PHILLIPS VAN HEUSEN CORP COM	60 800.00	2 579 136.00	1.28
USD	PROGRESS SOFTWARE CORP COM	50 400.00	1 594 152.00	0.79
USD	RANGE RES CORP COM	69 050.00	2 808 954.00	1.40
USD	REGENERON PHARMACEUTICALS COM	55 000.00	1 197 900.00	0.60
USD	RESMED INC COM	24 600.00	1 126 680.00	0.56
USD	ROPER INDS INC NEW COM	54 200.00	3 438 990.00	1.71
USD	STEEL DYNAMICS INC COM	86 900.00	4 371 939.00	2.18
USD	TELETECH HOLDINGS INC COM	124 900.00	2 586 679.00	1.29
USD	TESSERA TECHNOLOGIES INC COM	65 900.00	2 545 058.00	1.27
USD	TETRA TECHNOLOGIES INC DEL COM	99 900.00	1 579 419.00	0.79
USD	TEXAS ROADHOUSE INC CL A	200 800.00	2 528 072.00	1.26
USD	TRANSDIGM GROUP INC COM	68 600.00	3 270 848.00	1.63
USD	TWEEN BRANDS INC COM	51 800.00	1 304 324.00	0.65
USD	UCBH HOLDINGS INC COM	146 600.00	2 357 328.00	1.17
USD	ULTRA PETROLEUM CORP COM	78 100.00	5 068 690.00	2.52
USD	UNITED THERAPEUTICS CORP DEL COM	12 300.00	1 230 984.00	0.61
USD	VCA ANITECH INC COM	105 500.00	4 328 665.00	2.15
USD	VENTAS INC COM	89 800.00	3 915 280.00	1.95
Total United States			179 116 335.28	89.15

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Virgin Islands GB			
USD UTI WORLDWIDE INC ORD NPV	89 400.00	2 121 462.00	1.06
Total Virgin Islands GB		2 121 462.00	1.06
Total Bearer shares		186 338 601.28	92.75
Depository receipts			
Israel			
USD NICE SYS LTD SPONSORED ADR	84 200.00	2 743 236.00	1.37
Total Israel		2 743 236.00	1.37
Total Depository receipts		2 743 236.00	1.37
Total Transferable securities and money market instruments listed on an official stock exchange		189 081 837.28	94.12
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
United States			
USD ISHARES RUSSELL 2000 GROWTH INDEX FUND	82 200.00	6 825 888.00	3.40
Total United States		6 825 888.00	3.40
Total Investment certificates, open end		6 825 888.00	3.40
Total UCITS in accordance with Article 41 (1) e		6 825 888.00	3.40
Total investments in securities		195 907 725.28	97.52
Time deposits and fiduciary deposits		5 141 738.74	2.56
Other assets and liabilities		-163 545.26	-0.08
Total net assets		200 885 918.76	100.00

UBS (Lux) Equity Fund – Taiwan

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		125 840 470.61	149 680 396.24	67 731 132.33
Class B	LU0085870607			
Units outstanding		975 958.0420	1 341 294.3240	753 455.0330
Net asset value per unit in USD		128.94	111.59	89.89

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the Taiwan market benefited from the buoyant regional markets early on but fell later in volatile trading as macro concerns weighed on the technology sector. The materials sector suffered from rising input prices, while the financial sector remained lacklustre. On the other hand, companies with business exposure in China did well.

During the year under review, the subfund outperformed its benchmark, the MSCI Taiwan (r). Overweighting the technology sector and Chinese stocks at the expense of the financial sector contributed positively, as did being underweight in foundry and Dynamic Random Access Memory (DRAM) stocks. There was positive stock selection in the component and IC design sectors, partly offset by performance in the petrochemical sector. The subfund's strategy was to buy undervalued companies that would be long-term winners in their industries.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
Taiwan	98.40
Total	98.40

Economic Breakdown as a % of net assets	
Electronics & semiconductors	42.45
Finance & holding companies	11.10
Electrical devices & components	9.89
Chemicals	9.40
Computer hardware & network equipment providers	8.40
Building industry & materials	5.32
Telecommunications	2.98
Textiles, garments & leather goods	2.49
Food & soft drinks	2.13
Traffic & transportation	1.89
Petroleum	1.38
Mining, coal & steel	0.97
Total	98.40

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	104 672 404.37
Investments in securities, unrealized appreciation (depreciation)	19 154 498.56
Total investments in securities (Note 1)	123 826 902.93
Cash at banks, deposits on demand and deposit accounts	746 541.63
Receivable on subscriptions	1 777 649.69
Interest receivable on liquid assets	1 885.59
Total Assets	126 352 979.84
Liabilities	
Interest payable on bank overdraft	-53.00
Payable on redemptions	-408 735.91
Provisions for all-in fee (Note 2)	-93 290.57
Provisions for tax d'abonnement (Note 3)	-10 429.75
Total provisions	-103 720.32
Total Liabilities	-512 509.23
Net assets at the end of the financial year	125 840 470.61

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	20 192.29
Dividends	2 810 611.90
Total income	2 830 804.19
Expenses	
All-in fee (Note 2)	-2 715 451.54
Taxe d'abonnement (Note 3)	-78 437.08
Interest on liquid assets and bank overdraft	-8 805.31
Total expenses	-2 802 693.93
Net income on investments	28 110.26
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	23 834 514.40
Total realized gain (loss) on investments	23 834 514.40
Realized gain (loss) on foreign exchange	-562 000.83
Total realized gain (loss)	23 272 513.57
Net realized gain (loss) of the financial year	23 300 623.83
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-4 561 716.01
Total changes in unrealized appreciation (depreciation)	-4 561 716.01
Net increase (decrease) in net assets as a result of operations	18 738 907.82

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	149 680 396.24
Subscriptions	184 192 644.18
Redemptions	-226 771 477.63
	<hr/>
Total net subscriptions (redemptions)	-42 578 833.45
Net income on investments	28 110.26
Total realized gain (loss)	23 272 513.57
Total changes in unrealized appreciation (depreciation)	-4 561 716.01
	<hr/>
Net increase (decrease) in net assets as a result of operations	18 738 907.82
Net assets at the end of the financial year	125 840 470.61

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	1 341 294.3240
Number of units issued	1 521 923.5120
Number of units redeemed	-1 887 259.7940
Number of units outstanding at the end of the financial year	975 958.0420

Statement of Investments in Securities and other Net Assets as of 30 November 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

Taiwan

TWD	ACER INC TWD10	1 465 000.00	3 087 843.29	2.45
TWD	ADVANCED SEMICONDT TWD10 (ASE)	3 690 916.00	3 781 066.70	3.00
TWD	ASIA CEMENT CORP TWD10	2 151 792.00	3 134 778.50	2.49
TWD	ASUSTEK COMPUTER TWD10	1 630 691.00	5 105 070.71	4.06
TWD	AU OPTRONICS CORP TWD10	3 210 989.00	6 220 532.29	4.94
TWD	CATHAY FINL HLDG TWD10	3 001 808.00	6 736 436.04	5.35
TWD	CHI MEI OPTOELECTR TWD10	2 028 000.00	2 721 852.34	2.16
TWD	CHINA STEEL CORP TWD10	925 691.00	1 219 449.12	0.97
TWD	CHINATRUST FIN HOL TWD10	1 769 000.00	1 283 076.07	1.02
TWD	CHUNGHWA TELECOM TWD10	1 230 000.00	2 455 272.46	1.95
TWD	DELTA ELECTRONIC TWD10	552 000.00	1 899 200.30	1.51
TWD	FAR EAST TEXTILE TWD10	2 594 150.00	3 131 924.33	2.49
TWD	FAR EASTONE TELECO TWD10	995 000.00	1 295 331.97	1.03
TWD	FORMOSA PETROCHEMI TWD10	613 000.00	1 740 462.47	1.38
TWD	FORMOSA PLASTIC TWD10	1 116 000.00	3 030 239.91	2.41
TWD	FOXCONN TECH CO TWD10	428 260.00	4 181 448.77	3.32
TWD	FUBON FINANCIAL HL TWD10	1 411 000.00	1 235 532.52	0.98
TWD	HIGH TECH COMPUTER TWD10	161 020.00	2 989 615.65	2.38
TWD	HON HAI PRECISION TWD10	1 957 176.00	12 497 001.32	9.97
TWD	INNOLUX DISPLAY CO TWD10	1 116 334.00	4 204 159.11	3.34
TWD	INVENTEC CORP TWD10	77 750.00	43 379.21	0.03
TWD	LITE-ON TECHNOLOGY TWD10	1 053 000.00	1 821 257.21	1.45
TWD	MEDIATEK INC TWD10	394 309.00	5 133 276.93	4.08
TWD	MERRY ELECTRONICS TWD10	399 662.00	1 214 025.05	0.96
TWD	NAN YA PLASTIC TWD10	2 429 000.00	6 309 286.47	5.01
TWD	NAN YA PRINTED CIR TWD10	262 767.00	1 763 345.59	1.40
TWD	NOVATEK MICROELECT TWD10	4 223.00	16 754.82	0.01
TWD	SILICONWARE PRECIS TWD10	1 302 080.00	2 381 213.81	1.89
TWD	SYNNEX TECH INTL TWD10	1 010 800.00	2 660 000.00	2.11
TWD	TAIWAN CEMENT TWD10	2 437 295.00	3 554 482.98	2.82
TWD	TAIWAN FERTILIZER TWD10	1 091 000.00	2 495 685.33	1.98
TWD	TAIWAN SEMICON MAN TWD10	6 379 894.00	11 983 806.86	9.52
TWD	U-MING MARINE TWD10	879 000.00	2 354 026.41	1.87
TWD	UNI-PRESIDENT ENT TWD10	2 069 420.00	2 678 020.12	2.13
TWD	WISTRON CORP TWD10	351 815.00	608 495.35	0.48
TWD	YANGMING MARINE TWD10	24 368.00	18 958.43	0.02
TWD	YUANTA FINANCIAL HOLDING CO LTD	7 066 978.00	4 709 566.28	3.74
Total Taiwan			121 695 874.72	96.70
Total Bearer shares			121 695 874.72	96.70

Depository receipts

Taiwan

USD	WINTEK CORP GDR EACH REPR ORD 'REGS'TEM	285 600.00	2 110 584.00	1.68
Total Taiwan			2 110 584.00	1.68

Total Depository receipts			2 110 584.00	1.68
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Total Transferable securities and money market instruments listed on an official stock exchange			123 806 458.72	98.38
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Transferable securities and money market instruments traded on another regulated market

Bearer shares

Taiwan

TWD	CHIPBOND TECHNOLO TWD10	19 987.00	20 444.21	0.02
Total Taiwan			20 444.21	0.02

Total Bearer shares			20 444.21	0.02
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Total Transferable securities and money market instruments traded on another regulated market			20 444.21	0.02
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Total investments in securities			123 826 902.93	98.40
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Cash at banks, deposits on demand and deposit accounts and other liquid assets			746 541.63	0.59
Other assets and liabilities			1 267 026.05	1.01
Total net assets			125 840 470.61	100.00

UBS (Lux) Equity Fund – Technology

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		279 015 215.03	438 493 619.76	468 471 569.81
Class B	LU0081259029			
Units outstanding		1 762 621.7105	2 806 637.3565	3 283 724.2745
Net asset value per unit in USD		158.30	156.23	142.66

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), the market for technology stocks increased. The highest-performing subsectors were home entertainment software, computer hardware and Internet software and services and the weakest were electronic manufacturing services, IT consulting and other services and semiconductors.

During the year under review, the subfund underperformed its benchmark, the MSCI World Information Technology 10/40 Index (r). Performance was negatively impacted by sector allocation due to an underweight in computer hardware and an overweight in semiconductors. At the stock level, performance was hurt by underweights in Nokia, Apple, Nintendo, Research in Motion and Hewlett-Packard and overweights in JDS Uniphase, Nortel Networks, LSI Logic, Motorola and Advantest.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	70.01
Japan	12.81
Netherlands	5.64
Germany	2.99
Canada	2.98
United Kingdom	2.49
Bermuda	1.59
Taiwan	0.49
Total	99.00

Economic Breakdown as a % of net assets	
Internet, software & IT services	31.88
Electronics & semiconductors	30.87
Telecommunications	11.17
Computer hardware & network equipment providers	10.43
Miscellaneous services	4.96
Retail trade, department stores	2.82
Electrical devices & components	2.17
Investment funds & pension foundations	1.88
Chemicals	1.78
Miscellaneous consumer goods	0.60
Finance & holding companies	0.44
Total	99.00

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	273 154 399.41
Investments in securities, unrealized appreciation (depreciation)	3 073 474.45
Total investments in securities (Note 1)	276 227 873.86
Cash at banks, deposits on demand and deposit accounts	2 459 248.41
Receivable on securities sales (Note 1)	472 918.76
Receivable on subscriptions	91 755.83
Interest receivable on liquid assets	5 265.38
Receivable on dividends	217 926.98
Total Assets	279 474 989.22
Liabilities	
Payable on redemptions	-204 315.27
Provisions for all-in fee (Note 2)	-232 334.01
Provisions for taxe d'abonnement (Note 3)	-23 124.91
Total provisions	-255 458.92
Total Liabilities	-459 774.19
Net assets at the end of the financial year	279 015 215.03

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	146 654.94
Dividends	1 812 492.94
Income on securities lending (Note 4)	70 052.19
Total income	2 029 200.07
Expenses	
All-in fee (Note 2)	-6 690 625.60
Taxe d'abonnement (Note 3)	-152 038.86
Interest on liquid assets and bank overdraft	-22 023.23
Total expenses	-6 864 687.69
Net income on investments	-4 835 487.62
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	47 891 907.14
Realized gain (loss) on forward foreign exchange contracts	42.23
Total realized gain (loss) on investments	47 891 949.37
Realized gain (loss) on foreign exchange	36 441.79
Total realized gain (loss)	47 928 391.16
Net realized gain (loss) of the financial year	43 092 903.54
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-37 684 738.21
Total changes in unrealized appreciation (depreciation)	-37 684 738.21
Net increase (decrease) in net assets as a result of operations	5 408 165.33

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	438 493 619.76
Subscriptions	47 638 383.86
Redemptions	-212 524 953.92
Total net subscriptions (redemptions)	-164 886 570.06
Net income on investments	-4 835 487.62
Total realized gain (loss)	47 928 391.16
Total changes in unrealized appreciation (depreciation)	-37 684 738.21
Net increase (decrease) in net assets as a result of operations	5 408 165.33
Net assets at the end of the financial year	279 015 215.03

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	2 806 637.3565
Number of units issued	297 029.2660
Number of units redeemed	-1 341 044.9120
Number of units outstanding at the end of the financial year	1 762 621.7105

Statement of Investments in Securities and other Net Assets as of 30 November 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			
Bermuda			
USD MARVELL TECH GROUP COM USD0.002	297 800.00	4 449 132.00	1.59
Total Bermuda		4 449 132.00	1.59
Canada			
USD NORTEL NETWORKS CORP (HOLDING CO)	494 560.00	8 328 390.40	2.98
Total Canada		8 328 390.40	2.98
Germany			
EUR SAP AG ORD NPV	162 420.00	8 329 982.40	2.99
Total Germany		8 329 982.40	2.99
Japan			
JPY ADVANTEST CORP NPV	52 000.00	1 476 673.43	0.53
JPY ALPS ELECTRIC CO NPV	178 000.00	2 233 725.49	0.80
JPY CANON INC NPV	129 000.00	6 756 727.52	2.41
JPY FUJITSU NPV	406 000.00	2 843 921.57	1.02
JPY HIROSE ELECTRIC NPV	14 800.00	1 662 456.62	0.60
JPY HITACHI CHEMICAL NPV	70 700.00	1 669 903.09	0.60
JPY HOYA CORP NPV	91 900.00	3 197 962.59	1.15
JPY JSR CORP NPV	68 000.00	1 639 846.74	0.59
JPY KEYENCE CORP NPV	11 230.00	2 607 931.49	0.93
JPY MITSUBISHI ELEC CP NPV	188 000.00	2 152 445.35	0.77
JPY NITTO DENKO CORP NPV	32 000.00	1 655 893.62	0.59
JPY NOMURA RESEARCH IN NPV	68 200.00	2 416 281.27	0.87
JPY RICOH CO NPV	135 000.00	2 543 610.55	0.91
JPY SANKYO CO LTD NPV	37 200.00	1 676 808.66	0.60
JPY SEGA SAMMY HLDGS I NPV	95 700.00	1 218 196.08	0.44
Total Japan		35 752 384.07	12.81
Netherlands			
EUR ASML HOLDING NV	265 136.00	9 235 238.49	3.31
EUR STMICROELECTRONICS EUR1.04	422 387.00	6 503 807.95	2.33
Total Netherlands		15 739 046.44	5.64
United Kingdom			
GBP LOGICACMG ORD GBP0.10	2 724 490.00	6 946 430.55	2.49
Total United Kingdom		6 946 430.55	2.49
United States			
USD ALTERA CORP COM	226 200.00	4 248 036.00	1.52
USD ANALOG DEVICES INC COM	146 200.00	4 500 036.00	1.61
USD AUTOMATIC DATA PROCESSING INC COM	53 700.00	2 419 722.00	0.87
USD BROADCOM CORP CL A	191 200.00	5 112 688.00	1.83
USD CITRIX SYS INC COM	274 500.00	10 151 010.00	3.64
USD DELL INC COM	334 800.00	8 215 992.00	2.94
USD EBAY INC COM	234 900.00	7 876 197.00	2.82
USD FISERV INC COM	18 300.00	939 339.00	0.34
USD GOOGLE INC CL A	21 000.00	14 553 000.00	5.22
USD INTEL CORP COM	718 200.00	18 730 656.00	6.72
USD INTUIT COM	307 700.00	9 021 764.00	3.23
USD JDS UNIPHASE CORP COM PAR \$0.001	897 100.00	12 074 966.00	4.33
USD LSI CORPORATION COM STK USD0.01	657 200.00	3 647 460.00	1.31
USD MICROSOFT CORP COM	313 700.00	10 540 320.00	3.78
USD MOLEX INC COM	141 800.00	3 908 008.00	1.40
USD MOTOROLA INC COM	674 200.00	10 766 974.00	3.86
USD NETWORK APPLIANCE INC COM	179 600.00	4 437 916.00	1.59
USD ORACLE CORP COM	471 400.00	9 512 852.00	3.41
USD PAYCHEX INC COM	33 100.00	1 290 900.00	0.46
USD QLOGIC CORP COM	272 300.00	3 681 496.00	1.32
USD RED HAT INC COM	418 300.00	8 374 366.00	3.00
USD SALESFORCE COM INC COM	215 000.00	12 196 950.00	4.37
USD SYMANTEC CORP COM	458 000.00	8 152 400.00	2.92
USD WESTERN DIGITAL CORP COM	240 900.00	6 656 067.00	2.39
USD WESTERN UN CO COM	72 400.00	1 636 240.00	0.59
USD XILINX INC COM	191 200.00	4 187 280.00	1.50
USD YAHOO INC COM	120 800.00	3 238 648.00	1.16
Total United States		190 071 283.00	68.13
Total Bearer shares		269 616 648.86	96.63

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Depository receipts			
Taiwan			
USD TAIWAN SEMICON MAN ADS REP 5 ORD TWD10	142 640.00	1 362 212.00	0.49
Total Taiwan		1 362 212.00	0.49
Total Depository receipts		1 362 212.00	0.49
Total Transferable securities and money market instruments listed on an official stock exchange		270 978 860.86	97.12
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Investment certificates, open end			
United States			
USD POWERSHARES QQQ TRUST SERIES I	102 300.00	5 249 013.00	1.88
Total United States		5 249 013.00	1.88
Total Investment certificates, open end		5 249 013.00	1.88
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		5 249 013.00	1.88
Total investments in securities		276 227 873.86	99.00
Cash at banks, deposits on demand and deposit accounts and other liquid assets		2 459 248.41	0.88
Other assets and liabilities		328 092.76	0.12
Total net assets		279 015 215.03	100.00

UBS (Lux) Equity Fund – USA

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		3 729 391 597.78	4 192 797 414.09	3 626 666 666.31
Class B	LU0098995292			
Units outstanding		34 788 907.2350	41 004 428.6630	40 429 414.0270
Net asset value per unit in USD		107.20	102.25	89.70

Report of the Portfolio Manager

During the year under review (from 1 December 2006 until 30 November 2007), US equity markets rose. Volatility increased in the latter half of the period and markets slowed as concerns over the impact of weakening housing markets on credit quality and economic growth mounted. Large caps outperformed small caps over the period. Financials and consumer stocks fared the worst, while energy and materials stocks were strongest.

During the year under review, the subfund underperformed its benchmark the MSCI USA (r) Index. Both stock selection and sector allocation detracted from performance. At the sector level, detractors included food, beverage & tobacco and autos & components. The worst performing stocks were Citigroup (overweight), Apple & Sun Microsystems (both not held) and Masco (overweight).

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	98.68
Bermuda	0.26
Total	98.94

Economic Breakdown as a % of net assets	
Banks & credit institutions	11.70
Pharmaceuticals, cosmetics & medical products	9.62
Petroleum	9.46
Internet, software & IT services	8.29
Computer hardware & network equipment providers	5.99
Finance & holding companies	5.11
Telecommunications	4.21
Insurance	4.09
Energy & water supply	3.57
Tobacco & alcohol	3.43
Traffic & transportation	3.15
Vehicles	3.03
Electronics & semiconductors	3.00
Graphic design, publishing & media	2.87
Miscellaneous consumer goods	2.53
Building industry & materials	2.32
Lodging, catering & leisure	2.19
Mechanical engineering & industrial equipment	2.14
Chemicals	2.11
Retail trade, department stores	1.87
Miscellaneous trading companies	1.66
Healthcare & social services	1.57
Biotechnology	1.50
Mining, coal & steel	1.30
Real estate	0.78
Non-ferrous metals	0.68
Textiles, garments & leather goods	0.46
Miscellaneous unclassified companies	0.31
Total	98.94

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	3 183 246 427.63
Investments in securities, unrealized appreciation (depreciation)	506 432 823.80
Total investments in securities (Note 1)	3 689 679 251.43
Cash at banks, deposits on demand and deposit accounts	40 977 716.00
Other liquid assets (Margins)	2 374 875.00
Receivable on subscriptions	2 869 192.35
Interest receivable on liquid assets	237 187.75
Receivable on dividends	4 186 289.44
Other receivables	44 897.19
Unrealized gain (loss) on financial futures (Note 1)	-627 300.00
Total Assets	3 739 742 109.16
Liabilities	
Payable on redemptions	-7 802 570.46
Provisions for all-in fee (Note 2)	-2 238 846.79
Provisions for tax d'abonnement (Note 3)	-309 094.13
Total provisions	-2 547 940.92
Total Liabilities	-10 350 511.38
Net assets at the end of the financial year	3 729 391 597.78

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	3 187 999.23
Dividends	49 260 322.61
Income on securities lending (Note 4)	2 321 006.34
Total income	54 769 328.18
Expenses	
All-in fee (Note 2)	-60 516 007.84
Taxe d'abonnement (Note 3)	-2 013 605.72
Interest on liquid assets and bank overdraft	-251 393.44
Total expenses	-62 781 007.00
Net income on investments	-8 011 678.82
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	364 456 490.90
Realized gain (loss) on financial futures	1 976 037.10
Total realized gain (loss) on investments	366 432 528.00
Total realized gain (loss)	366 432 528.00
Net realized gain (loss) of the financial year	358 420 849.18
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-141 065 505.67
Unrealized appreciation (depreciation) on financial futures	-627 300.00
Total changes in unrealized appreciation (depreciation)	-141 692 805.67
Net increase (decrease) in net assets as a result of operations	216 728 043.51

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	4 192 797 414.09
Subscriptions	599 457 822.66
Redemptions	-1 279 591 682.48
Total net subscriptions (redemptions)	-680 133 859.82
Net income on investments	-8 011 678.82
Total realized gain (loss)	366 432 528.00
Total changes in unrealized appreciation (depreciation)	-141 692 805.67
Net increase (decrease) in net assets as a result of operations	216 728 043.51
Net assets at the end of the financial year	3 729 391 597.78

Development of the outstanding units

	1.12.2006–30.11.2007
Class	B
Number of units outstanding at the beginning of the financial year	41 004 428.6630
Number of units issued	5 653 840.3550
Number of units redeemed	-11 869 361.7830
Number of units outstanding at the end of the financial year	34 788 907.2350

Statement of Investments in Securities and other Net Assets as of 30 November 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

Bermuda				
USD	COVIDIEN LTD COM STK USD0.20 'WI'	239 800.00	9 618 378.00	0.26
Total Bermuda			9 618 378.00	0.26

United States

USD	ADVANCE AUTO PARTS INC COM	177 600.00	6 386 496.00	0.17
USD	AFLAC INC COM	364 000.00	22 800 960.00	0.61
USD	ALCOA INC COM	693 800.00	25 233 506.00	0.68
USD	ALLERGAN INC COM	311 600.00	20 889 664.00	0.56
USD	ALLSTATE CORP COM	654 100.00	33 437 592.00	0.90
USD	AMAZON COM INC COM	515 800.00	46 710 848.00	1.25
USD	AMERICAN ELEC PWR INC COM	413 500.00	19 711 545.00	0.53
USD	AMERICAN INTL GROUP INC COM	861 500.00	50 078 995.00	1.34
USD	AMGEN INC COM	295 900.00	16 348 475.00	0.44
USD	ANALOG DEVICES INC COM	623 600.00	19 194 408.00	0.51
USD	ANHEUSER BUSCH COS INC COM	992 200.00	52 308 784.00	1.40
USD	ARCH COAL INC COM	428 400.00	16 219 224.00	0.43
USD	AT&T INC COM	1 630 900.00	62 316 689.00	1.67
USD	BAKER HUGHES INC COM	453 300.00	36 386 391.00	0.98
USD	BANK OF AMERICA CORPORATION COM	525 023.00	24 219 310.99	0.65
USD	BK OF NY MELLON CP COM STK USD0.01	1 380 700.00	66 218 372.00	1.78
USD	BORG WARNER INC COM	470 200.00	45 426 022.00	1.22
USD	BOSTON PROPERTIES INC COM	77 200.00	7 598 024.00	0.20
USD	BRISTOL MYERS SQUIBB CO COM	1 491 115.00	44 181 737.45	1.18
USD	BURLINGTON NORTHN SANTA FE CP COM	725 700.00	60 610 464.00	1.63
USD	CARNIVAL CORP COM USD0.01(PAired STOCK)	948 100.00	42 778 272.00	1.15
USD	CEPHALON INC COM	285 000.00	21 352 200.00	0.57
USD	CHEVRON CORP NEW COM	582 100.00	51 090 917.00	1.37
USD	CHICOS FAS INC COM	1 276 000.00	14 431 560.00	0.39
USD	CISCO SYS INC COM	1 244 000.00	34 856 880.00	0.93
USD	CITIGROUP INC COM	2 417 266.00	80 494 957.80	2.16
USD	CITY NATL CORP COM	239 200.00	15 409 264.00	0.41
USD	COACH INC COM	458 500.00	17 028 690.00	0.46
USD	COMCAST CORP NEW CL A	1 255 200.00	25 781 808.00	0.69
USD	CONOCOPHILLIPS COM	154 900.00	12 398 196.00	0.33
USD	CONSTELLATION BRANDS INC CL A	2 284 700.00	53 804 685.00	1.44
USD	COSTCO WHSL CORP NEW COM	382 700.00	25 793 980.00	0.69
USD	COUNTRYWIDE FINANCIAL CORP COM	378 000.00	4 089 960.00	0.11
USD	D R HORTON INC COM	231 200.00	2 767 464.00	0.07
USD	DELL INC COM	2 739 300.00	67 222 422.00	1.80
USD	DISCOVER FINL SVCS COM STK USD0.01	528 200.00	9 174 834.00	0.25
USD	E M C CORP MASS COM	2 868 900.00	55 283 703.00	1.48
USD	EASTMAN CHEM CO COM	240 100.00	15 416 821.00	0.41
USD	ECOLAB INC COM	311 600.00	14 925 640.00	0.40
USD	EMBARQ CORP COM	79 692.00	4 060 307.40	0.11
USD	ENSCO INTL INC COM	1 003 000.00	54 011 550.00	1.45
USD	EOG RES INC COM	120 000.00	9 933 600.00	0.27
USD	ESTEE LAUDER COS CLASS'A'COM USD0.01	229 100.00	10 282 008.00	0.28
USD	EXELON CORP COM	871 400.00	70 644 398.00	1.89
USD	EXXON MOBIL CORP COM	1 422 000.00	126 785 520.00	3.40
USD	FEDEX CORP COM	455 900.00	44 892 473.00	1.20
USD	FIFTH THIRD BANCORP COM	1 383 500.00	41 380 485.00	1.11
USD	FORTUNE BRANDS INC COM	283 100.00	21 699 615.00	0.58
USD	FREDDIE MAC MITG CORP COM	380 400.00	13 340 628.00	0.36
USD	GENERAL ELECTRIC CO COM	2 899 700.00	111 029 513.00	2.98
USD	GENERAL GROWTH PPTYS INC COM	226 700.00	10 527 948.00	0.28
USD	GENZYME CORP COM USD0.01	243 600.00	18 252 948.00	0.49
USD	GOOGLE INC CL A	30 600.00	21 205 800.00	0.57
USD	HALLIBURTON CO COM	1 716 100.00	62 826 421.00	1.68
USD	HARTFORD FINL SVCS GROUP INC COM	483 708.00	46 107 046.56	1.24
USD	HEWLETT PACKARD CO COM	383 400.00	19 614 744.00	0.53
USD	ILLINOIS TOOL WKS INC COM	1 093 100.00	60 667 050.00	1.63
USD	INTEL CORP COM	2 668 600.00	69 597 088.00	1.87
USD	INTUIT COM	299 900.00	8 793 068.00	0.24
USD	JOHNSON & JOHNSON COM	637 000.00	43 150 380.00	1.16
USD	JOHNSON CTLS INC COM	1 580 400.00	61 035 048.00	1.64
USD	JP MORGAN CHASE & CO COM	1 733 877.00	79 099 468.74	2.12
USD	LIMITED BRANDS INC COM	350 800.00	7 044 064.00	0.19
USD	LOWES COS INC COM	266 100.00	6 495 501.00	0.17
USD	MARTIN MARIETTA MATLS INC COM	156 400.00	21 043 620.00	0.56
USD	MASCO CORP COM	2 156 200.00	48 298 880.00	1.30
USD	MCGRAW HILL COS INC COM	299 500.00	14 699 460.00	0.39
USD	MEDCO HEALTH SOLUTIONS INC COM	351 800.00	35 176 482.00	0.94
USD	MEDTRONIC INC COM	813 900.00	41 386 815.00	1.11
USD	MERCK & CO INC COM	1 572 600.00	93 349 536.00	2.50
USD	MICROSOFT CORP COM	4 400 800.00	147 866 880.00	3.99
USD	MORGAN STANLEY COM NEW	1 024 700.00	54 022 184.00	1.45
USD	NETWORK APPLIANCE INC COM	945 500.00	23 363 305.00	0.63
USD	NEWS CORP CL A	911 500.00	19 205 305.00	0.51
USD	NISOURCE INC COM	573 000.00	10 606 230.00	0.28
USD	OCCIDENTAL PETE CORP DEL COM	167 100.00	11 658 567.00	0.31
USD	OMNICOM GROUP INC COM	1 032 700.00	50 344 125.00	1.35
USD	ORACLE CORP COM	1 194 300.00	24 100 974.00	0.65
USD	PACCAR INC COM	381 150.00	19 290 001.50	0.52
USD	PATRIOT COAL CORPO COM STK USD0.01 'WI'	58 080.00	1 963 684.80	0.05

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD PEABODY ENERGY CORP COM	580 800.00	32 315 712.00	0.87
USD PEPCO HOLDINGS INC COM	765 600.00	21 513 360.00	0.58
USD PNC FINL SVCS GROUP INC COM	333 900.00	24 444 819.00	0.66
USD PRAXAIR INC COM	421 200.00	35 962 056.00	0.96
USD PROCTER & GAMBLE CO COM	1 277 200.00	94 512 800.00	2.53
USD PULTE HOMES INC COM	216 500.00	2 212 630.00	0.06
USD R H DONNELLEY CORP COM NEW	366 488.00	16 279 396.96	0.44
USD ROYAL CARIBBEAN COM USD0.01	424 700.00	17 225 832.00	0.46
USD RYDER SYS INC COM	279 000.00	12 097 440.00	0.32
USD SCHERING PLOUGH CORP COM	218 400.00	6 835 920.00	0.18
USD SEMpra ENERGY COM	513 900.00	32 180 418.00	0.86
USD SIMON PPTY GROUP INC NEW COM	109 600.00	10 790 120.00	0.29
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	3 658 355.00	56 777 669.60	1.52
USD STARWOOD HOTELS&RESORTS WRLDWD COM	402 000.00	21 579 360.00	0.58
USD SYMANTEC CORP COM	2 605 694.00	46 381 353.20	1.24
USD SYSCO CORP COM	1 908 400.00	62 042 084.00	1.66
USD TARGET CORP COM	267 300.00	16 054 038.00	0.43
USD UNITEDHEALTH GROUP INC COM	1 064 456.00	58 545 080.00	1.57
USD VIACOM INC NEW CL B	349 800.00	14 698 596.00	0.39
USD VULCAN MATLS CO COM	137 200.00	12 183 360.00	0.33
USD WELLS FARGO & CO NEW COM	2 538 300.00	82 317 069.00	2.21
USD WESTERN DIGITAL CORP COM	832 600.00	23 004 738.00	0.62
USD WYETH COM	1 294 144.00	63 542 470.40	1.70
USD XILINX INC COM	1 062 200.00	23 262 180.00	0.62
USD YAHOO INC COM	524 800.00	14 069 888.00	0.38
Total United States		3 680 060 873.40	98.68
Total Bearer shares		3 689 679 251.40	98.94
Total Transferable securities and money market instruments listed on an official stock exchange		3 689 679 251.40	98.94
Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market			
Bearer shares			
Cayman Islands			
USD SEAGATE TECHNOLOGY/MERGER 2000	2 700.00	0.03	0.00
Total Cayman Islands		0.03	0.00
Total Bearer shares		0.03	0.00
Total Transferable securities and money market instruments not listed on an official stock exchange and not traded on another regulated market		0.03	0.00
Total investments in securities		3 689 679 251.43	98.94

Derivative instruments

Derivative instruments listed on an official stock exchange

Financial Futures on Indices

USD S&P500 EMINI FUTURE 21.12.07	255.00	-627 300.00	-0.02
Total Financial Futures on Indices		-627 300.00	-0.02
Total Derivative instruments listed on an official stock exchange		-627 300.00	-0.02
Total Derivative instruments		-627 300.00	-0.02
Cash at banks, deposits on demand and deposit accounts and other liquid assets		43 352 591.00	1.16
Other assets and liabilities		-3 012 944.65	-0.08
Total net assets		3 729 391 597.78	100.00

UBS (Lux) Equity Fund – US Opportunity

Annual Report as of 30 November 2007

Three-year comparison

Date	ISIN	30.11.2007	30.11.2006	30.11.2005
Net assets in USD		120 209 516.98	159 821 679.08	195 960 875.83
Class (USD) B	LU0101706215			
Units outstanding		940 512.0240	1 282 318.5890	1 775 922.8120
Net asset value per unit in USD		127.81	124.63	110.34

Report of the Portfolio Manager

During the year under review (1 December 2006–30 November 2007), performance in the US equity market was fairly volatile. It was at its strongest in the first half of the year, led by energy and materials stocks, but sold off in late 2007 due to increasing fears of a sub-prime mortgage meltdown. The banking sector was the area hardest hit by these fears.

The subfund underperformed its benchmark, the MSCI USA (r) index, during the year under review. Our strategy was to focus on undervalued companies that would be long-term winners in their industries. The subfund was hurt by our overweight to financials and the underweights to materials and energy. An underweight to momentum stocks also detracted during the period. Our overweight to auto parts contributed to performance.

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	98.06
Israel	0.16
Bermuda	0.14
Virgin Islands GB	0.07
Total	98.43

Economic Breakdown as a % of net assets	
Banks & credit institutions	16.34
Pharmaceuticals, cosmetics & medical products	14.89
Finance & holding companies	9.76
Internet, software & IT services	6.84
Electronics & semiconductors	6.12
Mechanical engineering & industrial equipment	5.16
Biotechnology	3.57
Telecommunications	3.51
Traffic & transportation	2.98
Graphic design, publishing & media	2.85
Retail trade, department stores	2.49
Investment funds & pension foundations	2.45
Petroleum	2.24
Building industry & materials	2.10
Tobacco & alcohol	2.08
Computer hardware & network equipment providers	2.07
Lodging, catering & leisure	2.07
Mining, coal & steel	1.78
Miscellaneous trading companies	1.50
Vehicles	1.44
Energy & water supply	1.41
Insurance	1.35
Textiles, garments & leather goods	0.95
Healthcare & social services	0.71
Miscellaneous services	0.43
Real estate	0.41
Miscellaneous unclassified companies	0.23
Chemicals	0.19
Food & soft drinks	0.14
Aerospace industry	0.12
Miscellaneous consumer goods	0.10
Non-ferrous metals	0.06
Watches & jewellery	0.05
Photographic & optics	0.04
Total	98.43

Statement of Net Assets

	USD
Assets	30.11.2007
Investments in securities, cost	118 235 129.59
Investments in securities, unrealized appreciation (depreciation)	79 318.42
Total investments in securities (Note 1)	118 314 448.01
Cash at banks, deposits on demand and deposit accounts	1 362 585.53
Receivable on securities sales (Note 1)	883 964.95
Receivable on subscriptions	3 640.88
Interest receivable on liquid assets	7 465.28
Receivable on dividends	138 539.62
Total Assets	120 710 644.27
Liabilities	
Payable on redemptions	-392 565.00
Provisions for all-in fee (Note 2)	-98 599.26
Provisions for taxe d'abonnement (Note 3)	-9 963.03
Total provisions	-108 562.29
Total Liabilities	-501 127.29
Net assets at the end of the financial year	120 209 516.98

Statement of Operations

	USD
Income	1.12.2006–30.11.2007
Interest on liquid assets	124 654.15
Dividends	1 755 420.42
Income on securities lending (Note 4)	80 815.98
Total income	1 960 890.55
Expenses	
All-in fee (Note 2)	-2 826 289.00
Taxe d'abonnement (Note 3)	-69 182.89
Interest on liquid assets and bank overdraft	-42 870.39
Total expenses	-2 938 342.28
Net income on investments	-977 451.73
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	31 453 011.11
Total realized gain (loss) on investments	31 453 011.11
Total realized gain (loss)	31 453 011.11
Net realized gain (loss) of the financial year	30 475 559.38
Changes in unrealized appreciation (depreciation) (Note 1)	
Unrealized appreciation (depreciation) on market-priced securities without options	-25 796 040.94
Total changes in unrealized appreciation (depreciation)	-25 796 040.94
Net increase (decrease) in net assets as a result of operations	4 679 518.44

Statement of Changes in Net Assets

	USD
	1.12.2006–30.11.2007
Net assets at the beginning of the financial year	159 821 679.08
Subscriptions	14 906 432.38
Redemptions	-59 198 112.92
Total net subscriptions (redemptions)	-44 291 680.54
Net income on investments	-977 451.73
Total realized gain (loss)	31 453 011.11
Total changes in unrealized appreciation (depreciation)	-25 796 040.94
Net increase (decrease) in net assets as a result of operations	4 679 518.44
Net assets at the end of the financial year	120 209 516.98

Development of the outstanding units

	1.12.2006–30.11.2007
Class	(USD) B
Number of units outstanding at the beginning of the financial year	1 282 318.5890
Number of units issued	113 841.9420
Number of units redeemed	-455 648.5070
Number of units outstanding at the end of the financial year	940 512.0240

Statement of Investments in Securities and other Net Assets as of 30 November 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

Bermuda				
USD	ARGO GROUP INTERNATIONAL HOLDINGS	900.00	35 559.00	0.03
USD	CASTLEPOINT HOLDIN COM STK USD0.01	11 700.00	137 592.00	0.11
Total Bermuda			173 151.00	0.14

Israel				
USD	BLUEPHOENIX SOLUTI ILS1	7 600.00	138 320.00	0.12
USD	SYNERON MEDICAL COM ILS0.01	3 400.00	49 878.00	0.04
Total Israel			188 198.00	0.16

United States				
USD	ABX AIR INC COM	14 400.00	64 080.00	0.05
USD	ADVANCED MEDICAL OPTICS INC COM	1 900.00	47 918.00	0.04
USD	AGL RES INC COM	2 100.00	77 868.00	0.06
USD	ALLERGAN INC COM	53 900.00	3 613 456.00	3.01
USD	AMERICAN ELEC PWR INC COM	30 600.00	1 458 702.00	1.21
USD	AMGEN INC COM	10 100.00	558 025.00	0.46
USD	ANALOG DEVICES INC COM	87 700.00	2 699 406.00	2.25
USD	ANGELICA CORP COM	3 600.00	62 388.00	0.05
USD	ANHEUSER BUSCH COS INC COM	27 000.00	1 423 440.00	1.18
USD	APOLLO INVT CORP COM	7 500.00	132 825.00	0.11
USD	ART TECHNOLOGY GROUP INC COM	30 200.00	126 236.00	0.11
USD	BEACON ROOFING SUPPLY INC COM	9 800.00	90 258.00	0.08
USD	BK OF NY MELLON CP COM STK USD0.01	66 883.00	3 207 708.68	2.67
USD	BORG WARNER INC COM	17 900.00	1 729 319.00	1.44
USD	BRISTOL MYERS SQUIBB CO COM	37 100.00	1 099 273.00	0.91
USD	BURLINGTON NORTHN SANTA FE CP COM	29 500.00	2 463 840.00	2.05
USD	CANDELA CORP COM	10 400.00	64 480.00	0.05
USD	CAPSTEAD MTG CORP COM NO PAR	12 700.00	154 940.00	0.13
USD	CARIBOU COFFEE INC COM	13 800.00	63 204.00	0.05
USD	CARNIVAL CORP COM USD0.01(PAired STOCK)	52 100.00	2 350 752.00	1.96
USD	CASTLE A M & CO COM	3 100.00	77 810.00	0.06
USD	CASUAL MALE RETAIL GRP INC COM	14 100.00	87 420.00	0.07
USD	CEPHALON INC COM	10 000.00	749 200.00	0.62
USD	CHARLES & COLVARD LTD COM	12 400.00	29 388.00	0.02
USD	CHART INDS INC COM PAR \$0.01	3 600.00	100 080.00	0.08
USD	CHICOS FAS INC COM	52 200.00	590 382.00	0.49
USD	CINEMARK HLDGS INC COM STK USD0.001	3 800.00	63 422.00	0.05
USD	CITIGROUP INC COM	105 600.00	3 516 480.00	2.93
USD	COACH INC COM	27 000.00	1 002 780.00	0.83
USD	COINSTAR INC COM	2 200.00	57 486.00	0.05
USD	COLONIAL BANCORP INC COM	5 500.00	87 560.00	0.07
USD	COMCAST CORP NEW CL A	65 000.00	1 335 100.00	1.11
USD	COMMUNITY BANCORP NEV COM	3 400.00	61 302.00	0.05
USD	CONNS INC COM	3 300.00	59 730.00	0.05
USD	CONSTELLATION BRANDS INC CL A	45 800.00	1 078 590.00	0.90
USD	COSTCO WHSL CORP NEW COM	31 900.00	2 150 060.00	1.79
USD	CULLEN FROST BANKERS INC COM	2 500.00	131 525.00	0.11
USD	CYTEC INDS INC COM	1 800.00	110 412.00	0.09
USD	DELL INC COM	59 000.00	1 447 860.00	1.20
USD	DISCOVER FINL SVCS COM STK USD0.01	65 900.00	1 144 683.00	0.95
USD	DOLLAR FINL CORP COM	4 200.00	125 496.00	0.10
USD	DRESS BARN INC COM	6 200.00	87 668.00	0.07
USD	DYNAMEX INC COM	3 300.00	90 651.00	0.08
USD	EQUITABLE RES INC COM	2 900.00	153 294.00	0.13
USD	FELCOR LODGING TR INC COM	8 600.00	150 586.00	0.13
USD	FIFTH THIRD BANCORP COM	72 600.00	2 171 466.00	1.81
USD	FOUNDATION COAL HLDGS INC COM	3 600.00	163 584.00	0.14
USD	FREDDIE MAC MTG CORP COM	47 700.00	1 672 839.00	1.39
USD	GEHL CO COM	3 800.00	61 598.00	0.05
USD	GENERAL ELECTRIC CO COM	137 300.00	5 257 217.00	4.38
USD	GENZYME CORP COM USD0.01	39 900.00	2 989 707.00	2.49
USD	HALLIBURTON CO COM	69 000.00	2 526 090.00	2.10
USD	HARRIS CORP DEL COM	1 700.00	106 709.00	0.09
USD	HARTFORD FINL SVCS GROUP INC COM	17 000.00	1 620 440.00	1.35
USD	HEXCEL CORP NEW COM	6 700.00	170 649.00	0.14
USD	HOME DIAGNOSTICS I COM USD0.01	9 600.00	74 592.00	0.06
USD	ICU MED INC COM	2 500.00	92 800.00	0.08
USD	ILLINOIS TOOL WKS INC COM	64 200.00	3 563 100.00	2.96
USD	INSTEEL INDUSTRIES INC COM	4 300.00	48 891.00	0.04
USD	INTEL CORP COM	171 200.00	4 464 896.00	3.71
USD	INTERLINE BRANDS INC COM	4 900.00	117 257.00	0.10
USD	INTERVEST BANCSHARES CORP CL A	3 300.00	52 569.00	0.04
USD	INTEVAC INC COM	2 000.00	31 400.00	0.03
USD	JOHNSON & JOHNSON COM	32 700.00	2 215 098.00	1.84
USD	JP MORGAN CHASE & CO COM	49 700.00	2 267 314.00	1.89
USD	KANSAS CITY SOUTHERN COM NEW	3 400.00	117 062.00	0.10
USD	LECG CORP COM	7 500.00	118 950.00	0.10
USD	LIFECORE BIOMED COM USD0.01	6 900.00	84 594.00	0.07
USD	LIFEPPOINT HOSPITALS INC COM	2 200.00	69 608.00	0.06
USD	LMI AEROSPACE INC	6 100.00	148 840.00	0.12
USD	MADDEN STEVEN LTD COM	4 800.00	109 104.00	0.09
USD	MASCO CORP COM	103 300.00	2 313 920.00	1.92
USD	MAUI LD & PINEAPPLE INC COM	4 100.00	115 825.00	0.10
USD	MEDCO HEALTH SOLUTIONS INC COM	19 600.00	1 959 804.00	1.63

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
USD MEDTRONIC INC COM	35 200.00	1 789 920.00	1.49
USD MERCK & CO INC COM	53 800.00	3 193 568.00	2.66
USD MFA.MTG INVT5 INC COM	21 000.00	184 380.00	0.15
USD MICROSOFT CORP COM	138 700.00	4 660 320.00	3.88
USD MORGAN STANLEY COM NEW	70 400.00	3 711 488.00	3.09
USD MOVADO GROUP INC COM	2 000.00	55 400.00	0.05
USD MUELLER WATER PROD COM STK USD0.01 SER 'B'/'WI'	222.00	2 222.22	0.00
USD NARA BANCORP INC COM	8 200.00	109 388.00	0.09
USD NATIONAL FINL PARTNERS CORP COM	3 100.00	140 740.00	0.12
USD NETWORK APPLIANCE INC COM	41 000.00	1 013 110.00	0.84
USD NEWPORT CORP COM	5 800.00	76 908.00	0.06
USD NEWS CORP CL A	68 900.00	1 451 723.00	1.21
USD NORDSON CORP COM	2 600.00	137 280.00	0.11
USD NUTRI SYS INC NEW COM	2 900.00	72 935.00	0.06
USD O CHARLEYS INC COM	5 300.00	79 023.00	0.07
USD OIL STS INTL INC COM	3 100.00	98 301.00	0.08
USD OMNICOM GROUP INC COM	31 500.00	1 535 625.00	1.28
USD ON SEMICONDUCTOR CORP COM	12 300.00	113 037.00	0.09
USD OPTIONSPRESS HLDGS INC COM	1 800.00	54 738.00	0.05
USD PACCAR INC COM	40 200.00	2 034 522.00	1.69
USD PACER INTL INC TENN COM	6 100.00	83 936.00	0.07
USD PATRIOT COAL CORPO COM STK USD0.01 'WI'	2 950.00	99 739.50	0.08
USD PEABODY ENERGY CORP COM	38 400.00	2 136 576.00	1.78
USD PENNANTPARK INVT C COM STK USD0.001	9 300.00	106 857.00	0.09
USD PEPSCO HOLDINGS INC COM	55 300.00	1 553 930.00	1.29
USD PETROLEUM DEV CORP COM	1 300.00	65 871.00	0.05
USD PNC FINL SVCS GROUP INC COM	14 700.00	1 076 187.00	0.90
USD POWERWAVE TECHNOLOGIES INC COM	16 600.00	68 724.00	0.06
USD PRESTIGE BRANDS HLDGS INC COM	9 500.00	79 705.00	0.07
USD R H DONNELLEY CORP COM NEW	12 600.00	559 692.00	0.47
USD RED HAT INC COM	32 200.00	644 644.00	0.54
USD REGAL BELoit CORP COM	2 500.00	117 700.00	0.10
USD REGIS CORP MINN COM	2 500.00	73 475.00	0.06
USD RYDER SYS INC COM	17 500.00	758 800.00	0.63
USD SCHERING PLOUGH CORP COM	28 900.00	904 570.00	0.75
USD SMITH MICRO SOFTWARE INC COM	5 800.00	46 458.00	0.04
USD SOURCEFIRE INC COM STK USD0.001	5 500.00	44 605.00	0.04
USD SPARTECH CORP COM NEW	8 800.00	120 208.00	0.10
USD SPRINT NEXTEL CORP COM USD2 SERIE 1	171 400.00	2 660 128.00	2.21
USD SRA INTL INC CL A	2 800.00	76 552.00	0.06
USD STERLING FINL CORP WASH COM	3 200.00	57 376.00	0.05
USD SUSSER HOLDINGS CORP	3 900.00	91 962.00	0.08
USD SYMANTEC CORP COM	128 700.00	2 290 860.00	1.91
USD SYNTAX-BRILLIAN CORP	16 900.00	49 179.00	0.04
USD SYSCO CORP COM	55 300.00	1 797 803.00	1.50
USD TOWER GROUP INC COM	3 200.00	103 744.00	0.09
USD TRUE RELIGION APPAREL INC COM	2 800.00	48 776.00	0.04
USD TUMBLEWEED COMMUNICATIONS CORP COM	31 900.00	41 789.00	0.03
USD UNITED WESTERN BCP COM USD0.0001	3 700.00	77 737.00	0.06
USD UNITEDHEALTH GROUP INC COM	14 200.00	781 000.00	0.65
USD VAIL RESORTS INC COM	1 000.00	55 510.00	0.05
USD WALTER INDS INC COM	2 199.00	76 283.31	0.06
USD WATSCO INC COM	3 400.00	123 250.00	0.10
USD WEBSense INC COM	5 100.00	83 334.00	0.07
USD WELLS FARGO & CO NEW COM	123 800.00	4 014 834.00	3.34
USD WYETH COM	56 200.00	2 759 420.00	2.30
Total United States		114 928 849.71	95.61
Virgin Islands GB			
USD FGX INTERNATIONAL ORD SHS USD0.01	5 300.00	80 295.00	0.07
Total Virgin Islands GB		80 295.00	0.07
Total Bearer shares		115 370 493.71	95.98
Investment certificates, closed end			
United States			
USD ANWORTH MORTGAGE ASSET CORP	17 465.00	122 604.30	0.10
Total United States		122 604.30	0.10
Total Investment certificates, closed end		122 604.30	0.10
Total Transferable securities and money market instruments listed on an official stock exchange		115 493 098.01	96.08
UCITS in accordance with Article 41 (1) e			
Investment certificates, open end			
United States			
USD ISHARES RUSSELL 1000 INDEX FUND	35 000.00	2 821 350.00	2.35
Total United States		2 821 350.00	2.35
Total Investment certificates, open end		2 821 350.00	2.35
Total UCITS in accordance with Article 41 (1) e		2 821 350.00	2.35
Total investments in securities		118 314 448.01	98.43

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		1 362 585.53	1.13
Other assets and liabilities		532 483.44	0.44
Total net assets		120 209 516.98	100.00

Notes to the Financial Statements

Annual Report as of 30 November 2007
UBS (Lux) Equity Fund

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 unit of any subfund are expressed in the account currencies of the subfund concerned and are calculated every working day by dividing the overall net assets of the subfund by the number of units in circulation in this subfund.

The percentage of the overall net asset value to be assigned to a subfund's unit class is determined by the relationship between the units in circulation in each class and the total number of units in circulation by the subfund. This percentage rate changes in accordance with the issue and redemption of units while the net asset value attributable to the unit class concerned 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 known market prices. If the same security, derivative or other investment is quoted on several stock exchanges, the last available quotation on the stock exchange that represents the major market for this investment will apply.

In the case of securities, derivatives and other investments little traded on a stock exchange and for which a secondary market among securities traders exists with pricing in line with the market, the Management Company may value these securities, derivatives and other investments based on these prices.

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 operates 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 at a stock exchange or traded on another regulated market, and for which no appropriate price can be obtained, will be valued by the Management Company according to other principles chosen by it in good faith on the basis of the likely sales prices.

– The valuation of derivatives which are not listed on a stock exchange (OTC derivatives) shall take place by reference to independent pricing sources. In case only one independent pricing source of a derivative is available, the plausibility of the valuation obtained will be verified by means of methods of calculation

recognised by the Management Company, based on the market value of the underlying instrument from which the derivative is derived.

- Shares 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.
- For money market instruments, the valuation price will be gradually adjusted to the redemption price, based on the net acquisition price and retaining the ensuing yield. In the event of a significant change in market conditions, the basis for the valuation of different investments will be brought into line with the new market yields.
- Time deposits and fiduciary investments are valued at their nominal value plus accumulated 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 Management Company.

The Management Company is authorized to apply other generally recognized and auditable valuation criteria in order to achieve an appropriate valuation of the net assets if, due to extraordinary circumstances, a valuation in accordance with the above-mentioned regulations proves to be unfeasible or inaccurate.

In the case of extraordinary circumstances, additional valuations, which will affect the prices of the units 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 currency of account 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 is other than the currency of account 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) Fair Value pricing principle

The fair value pricing principle applies for funds with main investments in Asian markets. The fair value principle takes into account important movements not reflected in the last available Exchange closing prices, by re-evaluating all underlying assets of the fund portfolio with snapshot prices at a specified time. The net asset value is then calculated based on these re-evaluated prices. The fair value principle is applicable only in case the deviation of a fund specific benchmark exceeds 3%.

i) Consolidated financial statements

The consolidated financial statements of the fund are expressed in EUR. The various items of the consolidated statement of net assets and the consolidated statement of operations as of 30 November 2007 of the fund are equal to the sum of the corresponding items in the financial statements of each subfund.

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

Exchange rates

EUR 1 =	AUD	1.659713/1.664148*
EUR 1 =	CAD	1.467263
EUR 1 =	CHF	1.657276
EUR 1 =	GBP	0.713883
EUR 1 =	JPY	162.821261/162.520601*
EUR 1 =	USD	1.467850/1.475850*

* For all subfunds with main focus on asian/pacific markets (APAC).

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) 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.

Note 2 – All-in fee

The fund pays a monthly all-in fee (flat rate administration fee) for each of the subfunds, calculated on the average net asset value of the subfund as shown in the table below:

UBS (Lux) Equity Fund	All-in fee Unit class "B"
– Asian Technology	0.170% per month (2.04% p.a.)
– Australia	0.125% per month (1.50% p.a.)
– Biotech	0.170% per month (2.04% p.a.)
– Canada	0.125% per month (1.50% p.a.)
– Central Europe	0.195% per month (2.34% p.a.)
– Communication*	0.150% per month (1.80% p.a.)
– Consumer Cyclical	0.170% per month (2.04% p.a.)
– Eco Performance	0.170% per month (2.04% p.a.)
– Emerging Markets	0.195% per month (2.34% p.a.)
– Emerging Markets Infrastructure	0.195% per month (2.34% p.a.)
– Euro Countries	0.125% per month (1.50% p.a.)
– Euro Countries Opportunity	0.170% per month (2.04% p.a.)
– EURO STOXX 50	0.100% per month (1.20% p.a.)
– EURO STOXX 50 advanced	0.125% per month (1.50% p.a.)
– European Growth	0.170% per month (2.04% p.a.)
– European Opportunity	0.170% per month (2.04% p.a.)
– European Smaller Technology	0.160% per month (1.92% p.a.)
– Financial Services	0.150% per month (1.80% p.a.)
– Global Innovators	0.170% per month (2.04% p.a.)
– Great Britain	0.125% per month (1.50% p.a.)
– Greater China	0.195% per month (2.34% p.a.)
– Health Care	0.170% per month (2.04% p.a.)
– Hong Kong	0.150% per month (1.80% p.a.)
– Japan	0.125% per month (1.50% p.a.)
– Malaysia	0.150% per month (1.80% p.a.)
– Mid Caps Europe	0.160% per month (1.92% p.a.)
– Mid Caps USA	0.150% per month (1.80% p.a.)
– Singapore	0.150% per month (1.80% p.a.)
– Small & Mid Caps Japan	0.150% per month (1.80% p.a.)
– Small Caps USA	0.150% per month (1.80% p.a.)

UBS (Lux) Equity Fund	All-in fee Unit class "B"
– Taiwan	0.150% per month (1.80% p.a.)
– Technology	0.170% per month (2.04% p.a.)
– USA	0.125% per month (1.50% p.a.)
– US Opportunity**	0.170% per month (2.04% p.a.) ***

* formerly UBS (Lux) Equity Fund – Telecom

** formerly UBS (Lux) Equity Fund – Dow Jones Industrials

*** All-in Fee: until 17 December 2006 1.20% p.a.
since 18 December 2006 2.04% p.a.

Out of the above-mentioned all-in fee the Fund will bear all the costs incurred in connection with the management, administration, portfolio management and safekeeping of the Fund's assets and the sale of the Fund such as:

- Annual fees and costs of approvals and supervision of the Fund in Luxembourg and abroad;
- other charges made by supervisory authorities;
- printing of Management Regulations and prospectuses and of annual and semi-annual reports;
- publication of prices and of notices to investors;
- fees arising in connection with listing of the Fund and sales in Luxembourg and abroad;
- commission and costs of the Custodian Bank for safekeeping of the Fund assets, handling of payments and other tasks required according to the Luxembourg law relating to undertakings for collective investment enacted on 20 December 2002;
- charges and costs arising in connection with distribution of dividends to investors;
- audit fees.

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

The Custodian Bank, administrative agent and Management Company, however, are all entitled to reimbursement of the costs for special arrangements which they make in the interests of the investors, or the relevant costs are charged to the Fund direct.

Additionally the Fund bears all incidental costs arising from managing the Fund assets for the purchase and sale of the investments (normal broker's commission, fees, duties). Such costs are offset directly against the initial cost or sales value of the investments concerned.

The Fund also bears all taxes levied on the Fund's assets and income, particularly the "taxe d'abonnement".

All costs which can be allocated accurately to individual subfunds 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 the subfunds that may invest in other UCI or UCITS under the terms of their investment policies, charges may be incurred both at the level of the relevant investment fund as well as at the level of the subfund.

The aggregate management commission which may be charged at the level of the investment funds and the Company are listed in the following table:

UBS (Lux) Equity Fund	Unit class (EUR) B, (USD) B (maximum)
– US Opportunity	3.04% p.a.

In the case of investment in units of funds that are directly or indirectly managed by the Management Company itself or by another company with which it is associated through common management or control or through having more than a 10% direct or indirect stake in the capital or voting rights of such company (Associated Fund), the subfund may only be charged a reduced flat-rate administration fee of not more than 0.25% p.a. In addition, the Company may not charge the investing subfund any issuing or redemption commission for Associated Funds.

When the Management Company invests in the units of an Associated Fund, according to the above paragraph, which applies a lower actual flat-rate administration fee than the actual flat-rate administration fee of the investing subfund (see above table), the Management Company may, instead of the aforementioned reduced actual flat-rate administration fee on the volume invested in the Associated Fund, charge the difference between the actual flat-rate administration fee of the investing subfund on the one hand and the actual flat-rate administration fee of the Associated Fund on the other, such that at all times, the total management fee payable by the subfund shall not exceed the amount stated in the sales prospectus applicable to funds that are not Associated Funds.

Note 3 – Taxe d’abonnement

In accordance with the law and the regulations currently in force, the fund 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 fund 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 Fund 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 first-class financial institutions that specialize 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 of securities exceeds 50% of the securities portfolio of the subfund concerned, it may only be effected on condition that it is possible to terminate the loan contract immediately.

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

UBS (Lux) Equity Fund	Securities Lending
– Asian Technology	962 395.79 USD
– Australia	171 047 183.36 AUD
– Biotech	192 718 385.33 USD
– Canada	163 387 010.67 CAD
– Central Europe	123 288 325.59 EUR
– Communication*	65 912 128.56 EUR
– Consumer Cyclical	8 827 460.42 USD
– Eco Performance	118 970 823.61 CHF
– Emerging Markets	176 116 763.31 USD
– Emerging Markets Infrastructure	44 066 882.59 USD
– Euro Countries	1 320 325 286.68 EUR
– Euro Countries Opportunity	66 680 787.98 EUR
– EURO STOXX 50	494 469 711.72 EUR
– EURO STOXX 50 advanced	180 948 087.86 EUR
– European Growth	12 860 712.59 EUR
– European Opportunity	243 289 206.27 EUR
– European Smaller Technology	– EUR
– Financial Services	23 877 136.72 EUR
– Global Innovators	387 742 975.12 EUR
– Great Britain	37 544 388.62 GBP
– Greater China	199 703 203.47 USD

UBS (Lux) Equity Fund	Securities Lending
– Health Care	103 842 552.12 USD
– Hong Kong	26 061 862.51 USD
– Japan	10 858 380 366.00 JPY
– Malaysia	– USD
– Mid Caps Europe	76 649 379.70 EUR
– Mid Caps USA	33 860 533.96 USD
– Singapore	82 258 405.47 USD
– Small & Mid Caps Japan	2 920 584 237.00 JPY
– Small Caps USA	70 798 899.11 USD
– Taiwan	– USD
– Technology	106 514 026.72 USD
– USA	800 201 807.28 USD
– US Opportunity**	34 852 149.36 USD

* formerly UBS (Lux) Equity Fund – Telecom

** formerly UBS (Lux) Equity Fund – Dow Jones Industrials

Note 5 – Income distribution

In accordance with Article 10 of the management regulations, once the annual accounts are closed, the Management Company will decide to what extent the distribution should be for each subfund. Distributions may not be so large that the net assets of the fund fall below the minimum amount of fund assets prescribed by the law. If distributions are made, payment will be effected no later than four months after the end of the financial year.

In principle, no distributions shall be paid to unitholders.

Note 6 – Commitments on Financial Futures and Options

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

a) Financial Futures

UBS (Lux) Equity Fund	Financial Futures on Indices (bought)
– Australia	1 806 200.00 AUD
– EURO STOXX 50	8 505 510.00 EUR
– USA	18 917 175.00 USD

b) Options

UBS (Lux) Equity Fund	Options on equities
– EURO STOXX 50 advanced	327 211 461.96 EUR

Note 7 – Related party transactions

The volume of securities and money-market transactions undertaken via a broker that is an affiliate of the Management Company, the Portfolio Manager or the Board of Directors for the period from 1 December 2006 to 30 November 2007 for the following sub-funds licensed for sale in Hong Kong is:

UBS (Lux) Equity Fund	Volume of transactions in equities and equity-like securities with related parties	As a percentage of the total of security transactions
– Australia	33 145 409.01 AUD	16.88%
– Biotech	76 668 818.33 USD	17.79%
– Central Europe	61 557 280.89 EUR	24.43%
– Communication*	32 069 600.32 EUR	11.85%
– Eco Performance	37 706 986.69 CHF	23.23%
– Euro Countries	164 271 771.89 EUR	10.18%
– Euro Countries Opportunity	76 359 083.45 EUR	25.74%
– EURO STOXX 50	93 400 632.83 EUR	14.32%
– European Opportunity	379 821 141.16 EUR	23.06%
– Financial Services	15 637 154.83 EUR	19.03%
– Greater China	154 109 353.47 USD	16.65%
– Health Care	48 836 896.81 USD	17.42%
– Hong Kong	10 834 766.54 USD	8.15%
– Japan	38 410 929 822.22 JPY	43.21%
– Mid Caps Europe	66 801 804.66 EUR	19.55%
– Mid Caps USA	48 046 561.83 USD	27.87%
– Singapore	197 229 945.08 USD	38.04%
– Small & Mid Caps Japan	0.00 JPY	0.00%
– Small Caps USA	26 969 665.67 USD	8.29%
– Taiwan	89 739 900.57 USD	24.13%
– Technology	108 523 677.33 USD	11.11%
– USA	906 127 998.29 USD	41.96%

* formerly UBS (Lux) Equity Fund – Telecom

UBS (Lux) Equity Fund	Commissions on transactions in equities and equity-like securities with related parties	As a percentage of the total commissions
– Australia	16 438.57 AUD	9.15%
– Biotech	64 471.24 USD	18.71%
– Central Europe	200 454.92 EUR	29.30%
– Communication*	21 891.59 EUR	13.48%
– Eco Performance	29 024.93 CHF	25.36%

* formerly UBS (Lux) Equity Fund – Telecom

UBS (Lux) Equity Fund	Commissions on transactions in equities and equity-like securities with related parties	As a percentage of the total commissions
– Euro Countries	56 617.77 EUR	5.76%
– Euro Countries Opportunity	59 459.50 EUR	22.77%
– EURO STOXX 50	32 433.31 EUR	6.59%
– European Opportunity	384 102.86 EUR	21.28%
– Financial Services	14 983.03 EUR	22.76%
– Greater China	498 564.87 USD	25.72%
– Health Care	39 733.78 USD	17.05%
– Hong Kong	7 103.08 USD	6.94%
– Japan	7 683 680.19 JPY	25.69%
– Mid Caps Europe	63 032.41 EUR	16.75%
– Mid Caps USA	20 750.97 USD	27.13%
– Singapore	102 047.87 USD	22.71%
– Small & Mid Caps Japan	0.00 JPY	0.00%
– Small Caps USA	11 098.50 USD	5.51%
– Taiwan	56 059.62 USD	19.21%
– Technology	61 594.02 USD	4.09%
– USA	359 444.97 USD	34.10%

According to normal market practice, no commissions have been charged to the fund on transactions on other securities (except equities and equity-like securities) with related parties.

Such transactions were entered in the ordinary course of business and on normal commercial terms.

Note 8 – Soft commission arrangements

During the period from 1 December 2006 until 30 November 2007, no “soft commission arrangements” were entered into on behalf of UBS (Lux) Equity Fund and “soft dollar commissions” amount to nil.

Note 9 – 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) Equity Fund	Total Expense Ratio (TER)
– Asian Technology B	2.10%
– Australia B	1.55%
– Biotech B	2.09%
– Canada B	1.55%
– Central Europe B	2.39%
– Communication* B	1.85%
– Consumer Cyclical B	2.10%
– Eco Performance B (CHF)	2.09%
– Emerging Markets (EUR) B	2.38%
– Emerging Markets (USD) B	2.41%
– Emerging Markets Infrastructure B	2.40%
– Euro Countries B	1.56%
– Euro Countries Opportunity B	2.08%
– EURO STOXX 50 B	1.25%
– EURO STOXX 50 advanced B	1.55%
– European Growth B	2.09%
– European Opportunity B	2.08%
– European Smaller Technology B	1.97%
– Financial Services B	1.85%
– Global Innovators B	2.08%
– Great Britain B	1.55%
– Greater China B	2.39%
– Health Care B	2.09%
– Hong Kong B	1.85%
– Japan B	1.56%
– Malaysia B	1.85%
– Mid Caps Europe B	1.97%
– Mid Caps USA B	1.85%
– Singapore B	1.85%
– Small & Mid Caps Japan B	1.85%
– Small Caps USA B	1.85%
– Taiwan B	1.88%
– Technology B	2.09%
– USA B	1.55%
– US Opportunity** (USD) B	2.05% ***

* formerly UBS (Lux) Equity Fund – Telecom

** formerly UBS (Lux) Equity Fund – Dow Jones Industrials

*** All-in Fee: until 17 December 2006 1.20% p.a.
since 18 December 2006 2.04% p.a.

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

Note 10 – 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) Equity Fund	Portfolio Turnover Rate (PTR)
– Asian Technology	2.70%
– Australia	–35.00%
– Biotech	53.38%
– Canada	–50.72%
– Central Europe	–46.52%
– Communication*	106.70%
– Consumer Cyclical	–19.92%
– Eco Performance	29.65%
– Emerging Markets	29.78%
– Emerging Markets Infrastructure	–117.60%
– Euro Countries	–22.45%
– Euro Countries Opportunity	37.29%
– EURO STOXX 50	17.36%
– EURO STOXX 50 advanced	9.48%
– European Growth	143.44%
– European Opportunity	42.45%
– European Smaller Technology	12.66%
– Financial Services	2.77%
– Global Innovators	–66.91%
– Great Britain	9.83%
– Greater China	–81.20%
– Health Care	–6.62%
– Hong Kong	–276.40%
– Japan	14.64%
– Malaysia	–119.56%
– Mid Caps Europe	32.45%
– Mid Caps USA	28.48%
– Singapore	–145.28%
– Small & Mid Caps Japan	21.65%
– Small Caps USA	19.91%
– Taiwan	–37.08%
– Technology	215.41%
– USA	7.20%
– US Opportunity**	245.17%

* formerly UBS (Lux) Equity Fund – Telecom

** formerly UBS (Lux) Equity Fund – Dow Jones Industrials

Note 11 – Change of name

The Board of Directors of UBS Equity Fund Management Company S.A., the Fund Management Company of UBS (Lux) Equity Fund, decided on 15 November 2006 to change

UBS (Lux) Equity Fund – Dow Jones Industrials
to
UBS (Lux) Equity Fund – US Opportunity

and

UBS (Lux) Equity Fund – Telecom
to
UBS (Lux) Equity Fund – Communication

as of 18 December 2006.

Note 12 – Subsequent Event

The Board of Directors of UBS Equity Fund Management Company S.A., Management Company of UBS (Lux) Equity Fund, decided on 10 November 2007 to merge the subfund

UBS (Lux) Equity Fund – Consumer Cyclical
with the subfund
UBS (Lux) Equity Fund – Communication

on 14 December 2007.

Note 13 – Applicable law, place of performance and authoritative language

The Luxembourg District Court is the place of performance for all legal disputes between the unitholders, the Management Company and the Custodian Bank. Luxembourg law applies. However, in matters concerning the claims of investors from other countries, the Management Company and/or the Custodian Bank can elect to make themselves and the fund subject to the jurisdiction of the countries in which the fund units 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 units sold to investors from the other countries in which fund units can be bought and sold, the Management Company and the Custodian Bank may recognize approved translations (i.e. approved by the Management Company and the Custodian Bank) into the languages concerned as binding upon themselves and the fund.

