

Semi-Annual Report 2005/2006.

Investment Fund under Luxembourg Law

Unaudited semi-annual report as of 31 May 2006

UBS (Lux) Equity Fund – Technology



UBS (Lux) Equity Fund – Technology

Semi-Annual Report as of 31 May 2006

Most important figures

Date	ISIN	31.5.2006	30.11.2005	30.11.2004
Net assets in USD		464 463 989.27	468 471 569.81	680 501 102.50
Class B	LU0081259029			
Units outstanding		3 308 603.1575	3 283 724.2745	4 839 934.0195
Net asset value per unit in USD		140.38	142.66	140.60
Class BG	LU0168508967			
Units outstanding		N/A	N/A	0.0000
Net asset value per unit in USD		N/A	N/A	N/A

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets

United States	68.70
Japan	12.46
United Kingdom	6.89
Bermudas	2.31
Switzerland	2.09
Singapore	1.91
Finland	1.89
Canada	1.40
South Korea	1.31
Total	98.96

Economic Breakdown as a % of net assets

Electronics & semiconductors	35.26
Internet, software & IT services	31.30
Computer hardware & network equipment providers	14.36
Telecommunications	5.89
Electrical devices & components	5.06
Investment funds & pension foundations	2.71
Miscellaneous services	2.31
Finance & holding companies	1.40
Chemicals	0.67
Total	98.96

Statement of Net Assets

	USD
Assets	31.5.2006
Investments in securities, cost	459 812 387.08
Investments in securities, unrealized appreciation (depreciation)	-162 201.17
Total investments in securities (Note 1)	459 650 185.91
Cash at banks, deposits on demand and deposit accounts	4 927 301.86
Receivable on subscriptions	1 217 510.47
Interest receivable on liquid assets	18 154.20
Receivable on dividends	417 893.54
Total Assets	466 231 045.98
Liabilities	
Payable on redemptions	-1 309 357.54
Provisions for all-in fee (Note 2)	-418 781.12
Provisions for tax d'abonnement (Note 3)	-38 918.05
Total provisions	-457 699.17
Total Liabilities	-1 767 056.71
Net assets at the end of the period	464 463 989.27

Statement of Operations

	USD
Income	1.12.2005–31.5.2006
Net interest on liquid assets and bank overdraft	95 502.23
Dividends	1 676 184.22
Income on securities lending (Note 4)	59 591.41
Total income	1 831 277.86
Expenses	
All-in fee (Note 2)	-4 922 196.24
Taxe d'abonnement (Note 3)	-123 213.32
Total expenses	-5 045 409.56
Net income on investments	-3 214 131.70
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	15 741 629.78
Total realized gain (loss) on investments	15 741 629.78
Realized gain (loss) on foreign exchange	195 482.81
Total realized gain (loss)	15 937 112.59
Net realized gain (loss) of the period	12 722 980.89
Changes in unrealized appreciation (depreciation)	
Unrealized appreciation (depreciation) on market-priced securities without options	-21 109 681.06
Total changes in unrealized appreciation (depreciation)	-21 109 681.06
Net increase (decrease) in net assets as a result of operations	-8 386 700.17

Statement of Changes in Net Assets

	USD
	1.12.2005–31.5.2006
Net assets at the beginning of the period	468 471 569.81
Subscriptions	109 328 431.73
Redemptions	-104 949 312.10
Total net subscriptions (redemptions)	4 379 119.63
Net income on investments	-3 214 131.70
Total realized gain (loss)	15 937 112.59
Total changes in unrealized appreciation (depreciation)	-21 109 681.06
Net increase (decrease) in net assets as a result of operations	-8 386 700.17
Net assets at the end of the period	464 463 989.27

Development of the outstanding units

	1.12.2005–31.5.2006
Class	B
Number of units outstanding at the beginning of the period	3 283 724.2745
Number of units issued	735 593.2400
Number of units redeemed	-710 714.3570
Number of units outstanding at the end of the period	3 308 603.1575

Statement of Investments in Securities and other Net Assets as of 31 May 2006

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities listed on an official stock exchange			
Bearer shares			
Bermudas			
USD ACCENTURE LTD-A	381 000.00	10 725 150.00	2.31
Total Bermudas		10 725 150.00	2.31
Canada			
USD NORTEL NETWORKS CORP (HOLDING CO)	2 727 500.00	6 491 450.00	1.40
Total Canada		6 491 450.00	1.40
Finland			
EUR TIETOENATOR CORP	308 000.00	8 774 643.12	1.89
Total Finland		8 774 643.12	1.89
Japan			
JPY ADVANTEST CORP	67 500.00	6 839 711.00	1.47
JPY CANON INC	106 200.00	7 350 923.20	1.57
JPY HOYA CORP	178 600.00	6 818 374.81	1.47
JPY KEYENCE CORP	25 630.00	6 540 668.09	1.41
JPY MABUCHI MOTOR CO LTD	54 200.00	3 195 629.29	0.69
JPY MURATA MANUFACTURING CO LTD	48 100.00	3 097 689.77	0.67
JPY NINTENDO CO LTD	24 900.00	4 188 868.08	0.90
JPY NITTO DENKO CORP	40 300.00	3 091 428.06	0.67
JPY RICOH CO LTD	359 000.00	6 996 833.47	1.51
JPY ROHM CO LTD	27 800.00	2 511 943.63	0.54
JPY TOKYO ELECTRON LTD	102 500.00	7 222 816.88	1.56
Total Japan		57 854 886.28	12.46
Singapore			
USD FLEXTRONICS INTERNATIONAL LTD	787 600.00	8 868 376.00	1.91
Total Singapore		8 868 376.00	1.91
Switzerland			
EUR STMICROELECTRONICS NV	596 100.00	9 727 718.50	2.09
Total Switzerland		9 727 718.50	2.09
United Kingdom			
GBP ARM HOLDINGS PLC	5 219 300.00	11 329 576.26	2.44
GBP LOGICACMG PLC	3 641 000.00	11 770 154.20	2.53
GBP MISYS PLC	2 652 680.00	8 922 718.25	1.92
Total United Kingdom		32 022 448.71	6.89
United States			
USD AGERE SYSTEMS INC	665 030.00	9 915 597.30	2.13
USD ALTERA CORP	452 100.00	8 843 076.00	1.90
USD ANALOG DEVICES INC	234 100.00	7 896 193.00	1.70
USD ANDREW CORP	777 800.00	7 871 336.00	1.69
USD AVX CORP	605 200.00	9 907 124.00	2.13
USD CISCO SYSTEMS INC	1 556 400.00	30 629 952.00	6.59
USD COMPUTER SCIENCES CORP	223 700.00	12 583 125.00	2.71
USD DELL INC	637 200.00	16 172 136.00	3.48
USD EMC CORP	635 800.00	8 138 240.00	1.75
USD FIRST DATA CORP	199 900.00	9 217 389.00	1.98
USD FISERV INC	196 200.00	8 466 030.00	1.82
USD GOOGLE INC-A	33 300.00	12 381 606.00	2.67
USD INTEL CORP	338 000.00	6 090 760.00	1.31
USD LINEAR TECHNOLOGY CORP	233 500.00	7 880 625.00	1.70
USD MAXIM INTEGRATED PRODUCTS INC	233 200.00	7 166 236.00	1.54
USD MCAFEE INC	401 900.00	9 504 935.00	2.05
USD MERCURY INTERACTIVE CORP	352 000.00	12 460 800.00	2.68
USD MICROSOFT CORP	1 460 100.00	33 071 265.00	7.16
USD MOLEX INC	322 200.00	11 438 100.00	2.46
USD MOTOROLA INC	376 000.00	7 929 840.00	1.71
USD ORACLE CORP	886 300.00	12 603 186.00	2.71
USD SANMINA-SCI CORP	2 034 600.00	9 562 620.00	2.06
USD SYMANTEC CORP	648 300.00	10 113 480.00	2.18
USD TELLABS INC	806 800.00	11 537 240.00	2.48
USD TERADYNE INC	597 600.00	9 304 632.00	2.00
USD XILINX INC	328 400.00	8 538 400.00	1.84
USD YAHOO INC	230 000.00	7 265 700.00	1.56
Total United States		306 489 623.30	65.99
Total Bearer shares		440 954 295.91	94.94
Depository receipts			
South Korea			
USD SAMSUNG ELECTRONICS CO LTD-144A-GDR	19 300.00	6 098 800.00	1.31
Total South Korea		6 098 800.00	1.31
Total Depository receipts		6 098 800.00	1.31

Description	Quantity/ Nominal	Valuation in USD Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Investment certificates, open end			
United States			
USD NASDAQ-100 TRUST-SR I	324 500.00	12 597 090.00	2.71
Total United States		12 597 090.00	2.71
Total Investment certificates, open end		12 597 090.00	2.71
Total Transferable securities listed on an official stock exchange		459 650 185.91	98.96
Total investments in securities		459 650 185.91	98.96
Cash at banks, deposits on demand and deposit accounts and other liquid assets		4 927 301.86	1.06
Other assets and liabilities		-113 498.50	-0.02
Total net assets		464 463 989.27	100.00