

REPORT TO INVESTORS

UBS (Irl) ETF plc

ACCOUNTING PERIOD 01/01/17 - 29/08/2017

	1	2
	MSCI USA hedged to GBP UCITS ETF	MSCI USA hedged to GBP UCITS ETF
HMRC ref. no.	U0022-0026	U0022-0018
Currency of calculation	GBP	GBP
ISIN/SEDOL	IE00BD4TYJ05	IE00BD4TYH80
Share class	(GBP) A-acc	(GBP) A-dis
Reporting period	01/01/17 - 29/08/2017	01/01/17 - 29/08/2017
Excess of reportable income per unit	0.3622	0.0573
Cash and other distributions (e.g. bonus and capital distributions) per unit in relation to the period: Dividend per share 1 (ex-date 31/07/2017, 03/08/2017)	-	0.2109

There is no excess reportable income where actual cash and other distributions in relation to the period is equal to, or more than, the reportable income in accordance with the Offshore Funds (Tax) Regulations 2009 (as amended).

Confirmations:

- The excess income is deemed to arise on 28 February 2018
- The Fund operates equalisation arrangements but not full equalisation.
- The Fund does not remain within the reporting fund regime as at the date of this report
- The Fund declares that it has complied with its obligations specified in regulation 53 and regulation 58.

UBS (Irl) ETF plc

Reporting Period End 29 August 2017

Offshore Funds (Tax) Regulations 2009 - Computation of Reportable Income

UBTI

MSCI USA hedged to GBP UCITS ETF

Shareclass TB Code

Share Class name

Subfund currency

Share Class Currency

ISIN

SEDOL

HMRC Share Class Reference

Share Class Split

	2	1	
	(GBP) A-acc	(GBP) A-dis	Financial
			Statements
	GBP	GBP	
	GBP	GBP	
	IE00BD4TYJ05	IE00BD4TYH80	
	0	0	
	U0022-0026	U0022-0018	
	92.25%	7.75%	100%

Starting point for the calculation of Reportable Income

Increase / (decrease) in net assets attributable to holders of redeemable participating shares from operations

Distributions to holders of redeemable participating units

Total comprehensive income for the period (or accounts equivalent)

(4,103,577)
97,026
(4,006,551)

Adjustments

Capital Items (Regulations 64)

Net gain/(loss) on financial assets at fair value through profit or loss

Net capital gains/ losses (if accounts were prepared in accordance with IMA SORP)

4,629,331
4,629,331

Adjusted total comprehensive income

622,780

Adjusted total comprehensive income on a shareclass basis

574,536

48,244

622,780

Capital Items (Regulations 64 and 65)

Equalisation adjustment (Regulation 72)

452,574

29,699

Foreign exchange gain/ (loss) on revenue items allocated to capital

(836)

(46)

Reportable Income

1,026,274

77,897

Total Cash Distribution

0

62,154

Excess Reportable Income over cash distribution - subfund currency

1,026,274

15,743

FX Rate

1.0000

1.0000

Excess Reportable Income - share class currency

1,026,274

15,743

Shares in issue at end of reporting period

2,833,432

274,708

Excess Reportable Income per unit over cash distribution per unit - shareclass currency

0.3622

0.0573



Appendix 1

Equalisation

The fund is operating "systems based" equalisation on each share class of UBS (Irl) ETF plc.

Withholding Tax

As in prior years, we understand that the withholding tax expense included in the profit and loss account is the gross amount of withholding tax. We also understand that there are amounts of reclaimable withholding tax and that these amounts are recognised on the dividend ex-date and are included within dividend income in the profit and loss account. On this basis, we have not adjusted the calculations for these amounts of reclaimable withholding tax.

Expenses

Each profit and loss account on a share class basis has a line item included for expenses which is not broken down into further detail. We understand that this amount relates to a Total Expense Ratio ("TER") or "Flat Fee" accrual which is calculated for each share class. As outlined in the prospectus for UBS (Irl) ETF plc, we understand that the Flat Fee is used against fees and expenses of the Investment Manager or sub-investment manager, Depositary, Administrator, Directors, Distributor or sub-distributor and Company Secretary. We understand that the following fees and expenses will likely be discharged out of the Flat Fee:

- cost of listing and maintaining a listing of shares on any listing stock exchange;
- cost of convening and holding Directors' and Shareholders' meetings;
- professional fees and expenses for legal and other consulting services;
- costs and expenses of preparing, printing and publishing and distributing various documents;
- costs and expenses arising from any licensing or other fees payable to any index provider or other licensor of intellectual property, trademarks or services marks used;
- costs and expenses of any investment adviser;
- other costs.

In line with HMRC requirements, any capital expenses included in the trial balance will need to be separately identified within the UK reporting calculation and adjusted for accordingly. We understand from previous discussion with StateStreet that no additional capital costs (such as costs associated with establishment of the funds) are allocated to share classes via the Flat Fee. Given the above confirmation and the low Flat Fee per sub-fund, we are comfortable that there are no capital expenses included in the Flat Fee.

Distributions

We have based our calculations on the distribution sheets provided by StateStreet.

Currency Gains/Losses

We understand that the currency gains and losses relate to dividend income and we have therefore not adjusted for these amounts.



We understand that the amounts have been included in the fair value gains/losses line in the financial statements. Given that these amounts are revenue as opposed to capital in nature, we have adjusted for these amounts in the attached calculations.

Derivatives – Fx Forwards

In line with existing market practice, the “motive” for entering into an FX forward is not income generation, consequently an income adjustment is not required in respect of FX forwards, under UK SORP accounting principles. This position is in line with market practices and as such, we have not included a UK SORP adjustment in the calculations for the period to 31 December 2017.

REITs

We understand that the Fund may have invested in a number of Real Estate Investment Trusts (“REITs”) during the reporting period. In respect of these investments, our calculations are based on the understanding that the shares/units in the REITs are valued at a discount/premium to the actual value of the real property in the REITs, in which case there should be no requirement to include additional reportable income in the calculation to investors in the Fund. This has previously been confirmed by State Street.

Merged share classes

We note from the financial statements that the following share classes merged on 29 August 2017 the following two share classes MSCI USA hedged to GBP UCITS ETF (GBP) A-acc and MSCI USA hedged to GBP UCITS ETF (GBP) A-dis merged with MSCI USA hedged to GBP UCITS ETF (GBP) A-acc and MSCI USA hedged to GBP UCITS ETF (GBP) A-dis respectively.