



PACE[®] Government Money Market Investments

Annual Report | July 31, 2018

PACE Government Money Market Investments

Performance

The seven-day current yield for the Portfolio as of July 31, 2018 was 1.36% (after fee waivers/expense reimbursements).¹ For more information on the Portfolio's performance, refer to "Yields and characteristics at a glance" on page 6. Please remember that the PACE program fee is assessed outside the Portfolio at the PACE program account level. The program fee does not impact the determination of the Portfolio's net asset value per share.

Advisor's Comments

The Fed continued to normalize monetary policy during the reporting period. For example, the Fed raised rates in December 2017, March 2018 and June 2018. With its last rate hike, the federal funds rate moved to a range between 1.75% and 2.00%. In addition, the Fed began reducing its balance sheet in October 2017. For the remainder of 2018, the Fed currently expects to make two additional 0.25% rate hikes, while continuing to pare its balance sheet. While the yields on a wide range of short-term investments moved higher over the period, yields still remain low

PACE Select Advisors Trust – PACE Government Money Market Investments

Investment Advisor:

UBS Asset Management (Americas) Inc.

Portfolio Manager:

Robert Sabatino

Objective:

Current income consistent with preservation of capital and liquidity

Investment process:

The Portfolio is a money market mutual fund and seeks to maintain a stable price of \$1.00 per share, although it may be possible to lose money by investing in this Portfolio. The Portfolio invests in a diversified portfolio of high-quality money market instruments of governmental issuers. Security selection is based on the assessment of relative values and changes in market and economic conditions.

¹ Class P shares held through the PACE Select Advisors Program are subject to a maximum Program fee of 2.50%, which, if included, would have reduced performance. Class P shares held through other advisory programs also may be subject to a program fee, which, if included, would have reduced performance.

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by historical comparison. As a result, the Portfolio's yield remained low during the reporting period.

We tactically adjusted the Portfolio's weighted average maturity ("WAM") throughout the 12-month review period. When the reporting period began, the Portfolio had a WAM of 40 days. This was decreased to 22 days at the end of the reporting period.

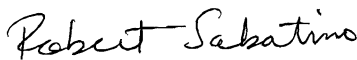
A number of adjustments were made to the Portfolio's sector and issuer positioning during the 12-month period. We increased the Portfolio's exposure to US government and agency obligations and reduced its allocation to repurchase agreements. (Repurchase agreements are transactions in which the seller of a security agrees to buy it back at a predetermined time and price or upon demand.)

We thank you for your continued support and welcome any comments or questions you may have. For any additional information on the UBS family of funds,* please contact your financial advisor, or visit us at www.ubs.com/am-us.

Sincerely,



Mark E. Carver
President
PACE Select Advisors Trust
Managing Director
UBS Asset Management
(Americas) Inc.



Robert Sabatino
Portfolio Manager,
PACE Government Money Market
Investments
Managing Director,
UBS Asset Management
(Americas) Inc.

* Mutual funds are sold by prospectus only. You should read it carefully and consider a fund's investment objectives, risks, charges, expenses and other important information contained in the prospectus before investing. Prospectus for most of our funds can be obtained from your financial advisor, by calling UBS Funds at 800-647 1568 or by visiting our Website at www.ubs.com/am-us.

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This letter is intended to assist shareholders in understanding how the Fund performed during the 12 month period ended July 31, 2018. The views and opinions in the letter were current as of September 15, 2018. They are not guarantees of future performance or investment results and should not be taken as investment advice. Investment decisions reflect a variety of factors, and we reserve the right to change our views about individual securities, sectors and markets at any time. As a result, the views expressed should not be relied upon as a forecast of the Fund's future investment intent. We encourage you to consult your financial advisor regarding your personal investment program.

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Understanding your Portfolio's expenses (unaudited)

As a shareholder of the Portfolio, you incur two types of costs: (1) ongoing program fees; and (2) ongoing Portfolio costs, including management fees and other Portfolio expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Portfolio and to compare these costs with the ongoing costs of investing in other mutual funds.

The example below is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period, February 1, 2018 to July 31, 2018.

Actual expenses

The first line in the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over a period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading "Expenses paid during period" to estimate the expenses you paid on your account during this period.

Hypothetical example for comparison purposes

The second line in the table below provides information about hypothetical account values and hypothetical expenses based on the Portfolio's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Portfolio's actual return. The hypothetical account values and expenses may not be used to estimate your actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Portfolio and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

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Understanding your Portfolio's expenses (unaudited) (concluded)

Please note that the expenses shown in the table are meant to highlight your ongoing Portfolio costs only and do not reflect any program fees. Therefore, the second line in the table is useful in comparing ongoing Portfolio costs only, and will not help you determine the relative total costs of owning different funds. In addition, if program fees were included, your costs would have been higher.

	Beginning account value February 1, 2018	Ending account value July 31, 2018	Expenses paid during period¹ 02/01/18 to 07/31/18	Expense ratio during the period
Actual	\$1,000.00	\$1,005.50	\$2.98	0.60%
Hypothetical (5% annual return before expenses)	1,000.00	1,021.82	3.01	0.60

¹ Expenses are equal to the Portfolio's annualized net expense ratios, multiplied by the average account value over the period, multiplied by 181 divided by 365 (to reflect the one-half year period).

PACE Government Money Market Investments

Yields and characteristics at a glance—July 31, 2018 (unaudited)

Yields and characteristics

Seven-day current yield after fee waivers and/or expense reimbursements ¹	1.36%
Seven-day effective yield after fee waivers and/or expense reimbursements ¹	1.37
Seven-day current yield before fee waivers and/or expense reimbursements ¹	1.35
Seven-day effective yield before fee waivers and/or expense reimbursements ¹	1.35
Weighted average maturity ²	22 days

Portfolio composition³

US government and agency obligations	80.6%
Repurchase agreements	21.8
Other assets less liabilities	(2.4)
Total	100.0%

You could lose money by investing in PACE Government Money Market Investments. Although the portfolio seeks to preserve the value of your investment at \$1.00 per share, the portfolio cannot guarantee it will do so. An investment in PACE Government Money Market Investments is not insured or guaranteed by the Federal Deposit Insurance Corporation (“FDIC”) or any other government agency. PACE Government Money Market Investments’ sponsor has no legal obligation to provide financial support to PACE Government Money Market Investments, and you should not expect that the portfolio’s sponsor will provide financial support to PACE Government Money Market Investments at any time.

Not FDIC insured. May lose value. No bank guarantee.

¹ Yields will fluctuate and reflect fee waivers and/or expense reimbursements, if any, unless otherwise noted. Performance data quoted represents past performance. Past performance does not guarantee future results. Current performance may be higher or lower than the performance data quoted.

² The Portfolio is actively managed and its weighted average maturity will differ over time.

³ Weightings represent percentages of the Portfolio’s net assets as of the date indicated. The Portfolio is actively managed and its composition will vary over time.

PACE Government Money Market Investments

Portfolio of investments—July 31, 2018

	Face amount	Value
US government and agency obligations—80.57%		
Federal Farm Credit Bank		
1 mo. USD LIBOR – 0.085%, 1.987%, due 08/30/18 ¹	\$1,000,000	\$999,958
Federal Home Loan Bank		
1.850%, due 08/01/18 ²	2,000,000	2,000,000
1.850%, due 08/03/18 ²	1,000,000	999,897
1.850%, due 08/07/18 ²	3,000,000	2,999,075
1.860%, due 08/14/18 ²	2,000,000	1,998,657
1.879%, due 08/08/18 ²	2,000,000	1,999,269
1.890%, due 08/06/18 ²	4,000,000	3,998,950
1.890%, due 08/08/18 ²	2,000,000	1,999,265
1.890%, due 08/28/18 ²	1,000,000	998,583
1.893%, due 08/22/18 ²	3,000,000	2,996,687
1.895%, due 08/07/18 ²	1,000,000	999,684
1.895%, due 08/10/18 ²	2,000,000	1,999,053
1.895%, due 08/24/18 ²	3,000,000	2,996,368
1.899%, due 08/01/18 ²	2,000,000	2,000,000
1.900%, due 08/08/18 ²	2,000,000	1,999,261
1.900%, due 08/15/18 ²	2,000,000	1,998,522
1.900%, due 08/20/18 ²	1,000,000	998,997
1.910%, due 08/15/18 ²	1,000,000	999,257
1.910%, due 08/24/18 ²	1,000,000	998,780
1.910%, due 08/30/18 ²	5,000,000	4,992,307
1.915%, due 08/16/18 ²	1,000,000	999,202
1.915%, due 08/17/18 ²	2,000,000	1,998,298
1.915%, due 09/13/18 ²	3,000,000	2,993,138
1.915%, due 09/14/18 ²	3,000,000	2,992,978
1.917%, due 08/31/18 ²	3,000,000	2,995,208
1.918%, due 08/15/18 ²	1,000,000	999,254
1.918%, due 09/26/18 ²	2,000,000	1,994,033
1.919%, due 08/29/18 ²	2,000,000	1,997,015
1.929%, due 09/19/18 ²	1,000,000	997,374
1.930%, due 09/07/18 ²	2,000,000	1,996,033

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Portfolio of investments—July 31, 2018

	Face amount	Value
US government and agency obligations—(continued)		
1.950%, due 10/04/18 ²	\$1,000,000	\$996,533
1.984%, due 10/26/18 ²	1,000,000	995,261
1.989%, due 10/24/18 ²	4,000,000	3,981,436
1.995%, due 10/17/18 ²	2,000,000	1,991,466
2.008%, due 10/31/18 ²	2,000,000	1,989,848
2.060%, due 12/11/18 ²	3,000,000	2,977,340
1 mo. USD LIBOR – 0.070%, 1.994%, due 08/25/18 ¹	1,000,000	1,000,232
1 mo. USD LIBOR – 0.070%, 2.002%, due 08/28/18 ¹	1,300,000	1,300,000
1 mo. USD LIBOR – 0.080%, 1.993%, due 08/17/18 ¹	1,250,000	1,250,000
1 mo. USD LIBOR – 0.080%, 2.002%, due 08/19/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.080%, 2.020%, due 08/04/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.085%, 2.005%, due 08/03/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.090%, 1.996%, due 08/06/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.095%, 1.986%, due 08/21/18 ¹	1,200,000	1,200,000
1 mo. USD LIBOR – 0.100%, 1.979%, due 08/18/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.100%, 1.981%, due 08/21/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.105%, 1.965%, due 08/26/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.105%, 1.976%, due 08/22/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.105%, 1.981%, due 08/19/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.110%, 1.963%, due 08/17/18 ¹	1,500,000	1,500,000

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Portfolio of investments—July 31, 2018

	Face amount	Value
US government and agency obligations—(continued)		
1 mo. USD LIBOR – 0.115%, 1.954%, due 08/24/18 ¹	\$2,000,000	\$2,000,000
1 mo. USD LIBOR – 0.115%, 1.949%, due 08/24/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.115%, 1.964%, due 08/18/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.115%, 1.967%, due 08/19/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.115%, 1.975%, due 08/03/18 ¹	1,000,000	1,000,044
1 mo. USD LIBOR – 0.115%, 1.985%, due 08/04/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.120%, 1.952%, due 08/28/18 ¹	1,000,000	999,999
1 mo. USD LIBOR – 0.125%, 1.956%, due 08/21/18 ¹	3,000,000	3,000,129
1 mo. USD LIBOR – 0.125%, 1.947%, due 08/16/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.125%, 1.952%, due 08/27/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.125%, 1.961%, due 08/20/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.130%, 1.956%, due 08/10/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.130%, 1.942%, due 08/16/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.130%, 1.943%, due 08/17/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.130%, 1.951%, due 08/22/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.130%, 1.952%, due 08/01/18 ¹	4,000,000	4,000,000
1 mo. USD LIBOR – 0.130%, 1.967%, due 08/08/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.135%, 1.932%, due 08/12/18 ¹	1,000,000	1,000,000

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Portfolio of investments—July 31, 2018

	Face amount	Value
US government and agency obligations—(continued)		
1 mo. USD LIBOR – 0.135%, 1.937%, due 08/16/18 ¹	\$3,000,000	\$2,999,999
1 mo. USD LIBOR – 0.135%, 1.937%, due 08/28/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.135%, 1.937%, due 08/28/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.135%, 1.965%, due 08/05/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.140%, 1.927%, due 08/12/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.140%, 1.924%, due 08/25/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.140%, 1.932%, due 08/16/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.140%, 1.960%, due 08/05/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.145%, 1.927%, due 08/29/18 ¹	2,000,000	2,000,000
1 mo. USD LIBOR – 0.145%, 1.927%, due 08/15/18 ¹	1,000,000	1,000,000
1 mo. USD LIBOR – 0.150%, 1.922%, due 08/16/18 ¹	3,000,000	3,000,000
1 mo. USD LIBOR – 0.155%, 1.912%, due 08/12/18 ¹	1,000,000	1,000,000
3 mo. USD LIBOR – 0.210%, 2.125%, due 10/26/18 ¹	2,000,000	1,999,848
3 mo. USD LIBOR – 0.340%, 1.991%, due 10/10/18 ¹	2,000,000	2,000,000
3 mo. USD LIBOR – 0.340%, 2.002%, due 10/24/18 ¹	1,000,000	1,000,000
3 mo. USD LIBOR – 0.160%, 2.170%, due 08/24/18 ¹	1,000,000	1,001,287
US Treasury Bill 1.809%, due 08/09/18 ²	3,000,000	2,998,816

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Portfolio of investments—July 31, 2018

	Face amount	Value
US government and agency obligations—(concluded)		
US Treasury Note		
3 mo. Treasury money market yield + 0.170%, 2.180%, due 08/01/18 ¹	\$1,000,000	\$1,000,020
Total US government and agency obligations (cost—\$152,117,361)		152,117,361
Repurchase agreements—21.82%		
Repurchase agreement dated 07/31/18 with Fixed Income Clearing Corp., 0.350% due 08/01/18, collateralized by \$210,000 US Treasury Note, 2.000% due 04/30/24; (value—\$201,091); proceeds: \$195,002	195,000	195,000
Repurchase agreement dated 07/31/18 with Goldman Sachs & Co., 1.890% due 08/01/18, collateralized by \$3,548,000 Federal National Mortgage Association obligations, 6.625% to 7.250% due 05/15/30 to 11/15/30, \$4,645,900 US Treasury Inflation Index Bond, 2.500% due 01/15/29 and \$45,270,404 US Treasury Bond STRIPs, zero coupon due 02/15/23 to 02/15/42; (value—\$41,820,012); proceeds: \$41,002,153	41,000,000	41,000,000
Total repurchase agreements (cost—\$41,195,000)		41,195,000
Total investments (cost—\$193,312,361 which approximates cost for federal income tax purposes)—102.39%		193,312,361
Liabilities in excess of other assets—(2.39)%		(4,518,375)
Net assets—100.00%		\$188,793,986

PACE Government Money Market Investments

Portfolio of investments—July 31, 2018

Fair valuation summary

The following is a summary of the fair valuations according to the inputs used as of July 31, 2018 in valuing the Portfolio's investments. In the event a Portfolio holds investments for which fair value is measured using the NAV per share practical expedient (or its equivalent), a separate column will be added to the fair value hierarchy table; this is intended to permit reconciliation to the amounts presented in the Portfolio of investments:

Description	Unadjusted quoted prices in active markets for identical investments (Level 1)	Other significant observable inputs (Level 2)	Unobservable inputs (Level 3)	Total
US government and agency obligations	\$—	\$152,117,361	\$—	\$152,117,361
Repurchase agreements	—	41,195,000	—	41,195,000
Total	\$—	\$193,312,361	\$—	\$193,312,361

At July 31, 2018, there were no transfers between Level 1 and Level 2.

Portfolio footnotes

¹ Variable or floating rate security. The interest rate shown is the rate in effect as of period end and changes periodically.

² Rate shown is the discount rate at the date of purchase unless otherwise noted.

Portfolio acronyms

LIBOR	London Interbank Offered Rate
STRIP	Separate Trading of Registered Interest and Principal of Securities

PACE Government Money Market Investments

Statement of assets and liabilities—July 31, 2018

Assets:

Investments, at value (cost—\$152,117,361)	\$152,117,361
Repurchase agreements, at value (cost—\$41,195,000)	41,195,000
Total investments in securities, at value (cost—\$193,312,361)	193,312,361
Cash	800
Receivable for interest	67,093
Receivable for shares of beneficial interest sold	250,379
Other assets	10,803
Total assets	193,641,436

Liabilities:

Payable for investments purchased	3,983,881
Payable for shares of beneficial interest repurchased	442,752
Dividends payable to shareholders	108,454
Payable to affiliate	33,942
Payable to custodian	204
Accrued expenses and other liabilities	278,217
Total liabilities	4,847,450

Net assets:

Beneficial interest shares of \$0.001 par value (unlimited amount authorized)	\$188,795,684
Accumulated net realized loss	(1,698)
Net assets	\$188,793,986
Shares outstanding	188,794,482
Net asset value	\$ 1.00

PACE Government Money Market Investments

Statement of operations

**For the
year ended
July 31, 2018**

Investment income:	
Interest	\$2,952,689
Expenses:	
Investment management and administration fees	729,181
Transfer agency and related services fees	858,725
Professional services	113,675
Reports and notices to shareholders	34,178
State registration fees	29,364
Trustees' fees	21,157
Custody and accounting fees	12,057
Insurance expense	3,724
Other expense	43,999
	1,846,060
Fee waivers and/or expense reimbursements by investment manager and administrator	(596,039)
Net expenses	1,250,021
Net investment income	1,702,668
Net realized gain	6
Net increase in net assets resulting from operations	\$1,702,674

PACE Government Money Market Investments

Statement of changes in net assets

	For the years ended July 31,	
	2018	2017
From operations:		
Net investment income	\$ 1,702,668	\$ 227,818
Net realized gain (loss)	6	(1,112)
Net increase in net assets resulting from operations	1,702,674	226,706
Dividends to shareholders from:		
Net investment income	(1,702,668)	(227,818)
Net increase (decrease) in net assets from beneficial interest transactions	(10,791,379)	16,609,926
Net increase (decrease) in net assets	(10,791,373)	16,608,814
Net assets:		
Beginning of year	199,585,359	182,976,545
End of year	\$188,793,986	\$199,585,359
Accumulated undistributed net investment income	\$ —	\$ —

PACE Government Money Market Investments

Financial highlights

Selected financial data throughout each year is presented below:

Class P

	Years ended July 31,				
	2018	2017	2016	2015	2014
Net asset value, beginning of year	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
Net investment income	0.008	0.001	0.000 ¹	0.000 ¹	0.000 ¹
Net realized gains (losses)	0.000 ¹	(0.000) ¹	0.000 ¹	—	0.000 ¹
Net increase from operations	0.008	0.001	0.000 ¹	0.000 ¹	0.000 ¹
Dividends from net investment income	(0.008)	(0.001)	(0.000) ¹	(0.000) ¹	(0.000) ¹
Distributions from net realized gains	—	—	(0.000) ¹	—	(0.000) ¹
Total dividends and distributions	(0.008)	(0.001)	(0.000) ¹	(0.000) ¹	(0.000) ¹
Net asset value, end of year	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
Total investment return²	0.83%	0.11%	0.01%	0.01%	0.01% ³
Ratios to average net assets:					
Expenses before fee waivers and/or expense reimbursements	0.89%	0.95%	0.96%	0.93%	0.91%
Expenses after fee waivers and/or expense reimbursements	0.60%	0.52%	0.26%	0.14%	0.14%
Net investment income	0.82%	0.12%	0.01%	0.01%	0.01%
Supplemental data:					
Net assets, end of year (000's)	\$188,794	\$199,585	\$182,977	\$168,503	\$212,025

¹ Amount represents less than \$0.0005 per share.

² Total investment return is calculated assuming a \$10,000 investment on the first day of each year reported, reinvestment of all dividends and other distributions, if any, at net asset value on the payable dates, and a sale at net asset value on the last day of each year reported. The figures do not include program fees; results would be lower if these fees were included. Returns do not reflect the deduction of taxes that a shareholder would pay on Portfolio distributions.

³ In August 2013, UBS AM made a voluntary cash payment of \$2,340 to the Portfolio in order to address a differential between the number of shares outstanding and the Portfolio's net assets. The differential was attributable to historical embedded capital losses that were experienced by the Portfolio over several years prior to credit crisis of 2008. Payment from investment advisor had no impact on the Portfolio's total investment return and represents less than \$0.0005 per share.

PACE Government Money Market Investments

Notes to financial statements

Organization and significant accounting policies

PACE Government Money Market Investments (the “Portfolio”) is registered with the US Securities and Exchange Commission (“SEC”) under the Investment Company Act of 1940, as amended (the “1940 Act”), as a diversified series of PACE Select Advisors Trust (the “Trust”), an open-end management investment company organized as a Delaware statutory trust under the laws of the State of Delaware by Certificate of Trust dated September 9, 1994, as amended June 9, 1995 and thereafter. The trustees of the Trust have authority to issue an unlimited number of shares of beneficial interest, par value \$0.001 per share.

The Trust has fifteen series available for investment, each having its own investment objectives and policies. The financial statements for the other series of the Trust are not included herein. Shares of the Portfolio currently are available only to participants in the PACESM Select Advisors Program and the PACESM Multi Advisor Program.

UBS Asset Management (Americas) Inc. (“UBS AM”) serves as the investment manager, investment advisor and administrator for the Portfolio. UBS AM is an indirect wholly owned subsidiary of UBS Group AG. UBS Group AG is an internationally diversified organization with headquarters in Zurich, Switzerland. UBS Group AG operates in many areas of the financial services industry.

The Trust accounts separately for the assets, liabilities and operations of each Portfolio. Expenses directly attributable to each Portfolio are charged to that Portfolio’s operations; expenses which are applicable to all Portfolios are allocated among them on a pro rata basis.

In the normal course of business, the Portfolio may enter into contracts that contain a variety of representations that provide indemnification for certain liabilities. The Portfolio’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Portfolio that have not yet occurred. However, the Portfolio has not had any prior claims or losses pursuant to these contracts and expects the risk of loss to be remote.

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Notes to financial statements

The Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) is the exclusive reference of authoritative US generally accepted accounting principles (“US GAAP”) recognized by the FASB to be applied by nongovernmental entities. Rules and interpretive releases of the SEC under authority of federal laws are also sources of authoritative US GAAP for SEC registrants. The Portfolio’s financial statements are prepared in accordance with US GAAP, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

In October 2016, the SEC adopted new rules and forms, and amendments to certain then current rules and forms, to modernize reporting and disclosure of information by registered investment companies. The amendments to Regulation S-X require standardized, enhanced disclosure about derivatives in investment company financial statements, and change the rules governing the form and content of such financial statements. The amendments to Regulation S-X took effect on August 1, 2017. Management has assessed the impact of these regulatory developments, and the changes are incorporated within the financial statements.

In March 2017, the FASB issued Accounting Standards Update 2017-08, Receivables—Nonrefundable Fees and Other Costs (Subtopic 310-20): “Premium Amortization On Purchased Callable Debt Securities” (“ASU 2017-08”). The update provides guidance related to the amortization period for certain purchased callable debt securities held at a premium. ASU 2017-08 will be effective for annual periods beginning after December 15, 2018. Management is currently assessing the potential impact of these changes to future financial statements.

The following is a summary of significant accounting policies:

Valuation of investments—Under Rule 2a-7 under the 1940 Act, as amended (“Rule 2a-7”), the Portfolio has adopted a policy to operate as a “government money market fund”. Under Rule 2a-7, a

PACE Government Money Market Investments

Notes to financial statements

“government money market fund” invests 99.5% or more of its total assets in cash, government securities, and/or repurchase agreements that are collateralized fully (i.e., collateralized by cash and/or government securities). As a “government money market fund”, the Portfolio values its investments at amortized cost unless the Portfolio’s Board of Trustees (the “Board”) determines that this does not represent fair value. Periodic review and monitoring of the valuation of the securities held by the Portfolio is performed in an effort to ensure that amortized cost approximates market value.

US GAAP requires disclosure regarding the various inputs that are used in determining the value of the Portfolio’s investments. These inputs are summarized into the three broad levels listed below:

Level 1—Unadjusted quoted prices in active markets for identical investments.

Level 2—Other significant observable inputs, including but not limited to, quoted prices for similar investments, interest rates, prepayment speeds and credit risks.

Level 3—Unobservable inputs inclusive of the Portfolio’s own assumptions in determining the fair value of investments.

A fair value hierarchy table has been included near the end of the Portfolio’s Portfolio of investments.

Constant net asset value per share—The Portfolio attempts to maintain a stable net asset value of \$1.00 per share. There is no assurance, however, that the Portfolio will be able to maintain a stable net asset value of \$1.00 per share. The Portfolio has adopted certain investment, portfolio valuation and dividend/distribution policies in an attempt to enable it to do so. The Portfolio has adopted a policy to operate as a “government money market fund” and as such the Portfolio is permitted to seek to maintain a stable price per share.

Liquidity fee and/or redemption gates—By operating as a “government money market fund,” the Portfolio is exempt from requirements that permit the imposition of a liquidity fee and/or

PACE Government Money Market Investments

Notes to financial statements

temporary redemption gates. While the Board may elect to subject the Portfolio to liquidity fee and gate requirements in the future, the Board has not elected to do so at this time.

Repurchase agreements—The Portfolio may purchase securities or other obligations from a bank or securities dealer (or its affiliate), subject to the seller's agreement to repurchase them at an agreed upon date (or upon demand) and price. The Portfolio maintains custody of the underlying obligations prior to their repurchase, either through its regular custodian or through a special "tri-party" custodian or sub-custodian that maintains a separate account for both the Portfolio and its counterparty. The underlying collateral is valued daily in an effort to ensure that the value, including accrued interest, is at least equal to the repurchase price.

Repurchase agreements carry certain risks not associated with direct investments in securities, including a possible decline in the market value of the underlying obligations. If their value becomes less than the repurchase price, plus any agreed-upon additional amount, the counterparty must provide additional collateral so that the collateral is at least equal to the repurchase price plus any agreed-upon additional amount. The difference between the total amount to be received upon repurchase of the obligations and the price that was paid by a Portfolio upon acquisition is accrued as interest and included in its net investment income. In the event of default of the obligation to repurchase, the Portfolio generally has the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation. Repurchase agreements secured by obligations that are not eligible for direct investment under Rule 2a-7 of the 1940 Act or a Portfolio's investment strategies and limitations may require the Portfolio to promptly dispose of such collateral if the seller or guarantor becomes insolvent. If the seller (or seller's guarantor, if any) becomes insolvent, the Portfolio may suffer delays, costs and possible losses in connection with the disposition or retention of the collateral. Under certain circumstances, in the event of default or bankruptcy by the other party to the agreement, realization and/or retention of the collateral may be subject to legal proceedings. The Portfolio intends to enter into

PACE Government Money Market Investments

Notes to financial statements

repurchase agreements only in transactions with counterparties believed by UBS AM to present minimal credit risks.

The Portfolio may participate in joint repurchase agreement transactions with other Portfolios managed, advised or subadvised by UBS AM. Under certain circumstances, the Portfolio may engage in a repurchase agreement transaction with a yield of zero in order to invest cash amounts remaining in its portfolio at the end of the day in order to avoid having the Portfolio potentially exposed to a fee for uninvested cash held in a business account at a bank.

Investment transactions and investment income—Investment transactions are recorded on the trade date. Realized gains and losses from investment transactions are calculated using the identified cost method. Interest income is recorded on an accrual basis. Discounts are accreted and premiums are amortized as adjustments to interest income and the identified cost of investments.

Dividends and distributions—Dividends and distributions to shareholders are recorded on the ex-dividend date. The amount of dividends and distributions are determined in accordance with US federal income tax regulations, which may differ from US GAAP. These “book/tax” differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the capital accounts based on their federal tax-basis treatment; temporary differences do not require reclassification.

Concentration of risk—The ability of the issuers of debt securities held by the Portfolio to meet their obligations may be affected by economic and political developments particular to a specific industry, country, state or region.

Investment management and administration fees and other transactions with affiliates

The Portfolio’s Board has approved an investment management and administration contract (“Management Contract”) with UBS AM. In

PACE Government Money Market Investments

Notes to financial statements

accordance with the Management Contract, the Portfolio pays UBS AM an investment management and administration fee, which is accrued daily and paid monthly, at an annual rate of 0.35% of the Portfolio's average daily net assets. At July 31, 2018, UBS AM is owed \$33,942 from the Portfolio, representing investment management and administration fees net of fee waivers/expense reimbursements.

UBS AM has contractually undertaken to waive a portion of the Portfolio's investment management and administration fees and/or reimburse a portion of the Portfolio's other expenses, when necessary, to maintain the total ordinary annual operating expenses (excluding borrowing costs and interest expense, if any) through November 30, 2018 at a level not to exceed 0.60%. For the period ended July 31, 2018, UBS AM waived \$409,180 in investment management and administration fees. The Portfolio will make a payment to UBS AM for any previously waived fees/reimbursed expenses during the following three fiscal years to the extent that operating expenses are otherwise below the expense cap.

At July 31, 2018, the Portfolio had remaining fee waivers/expense reimbursements subject to repayment to UBS AM and respective dates of expiration as follows:

Fee waivers/expense reimbursements subject to repayment	Expires July 31, 2019	Expires July 31, 2020	Expires July 31, 2021
\$1,786,903	\$706,786	\$670,937	\$409,180

No amount was repaid back to UBS AM in the past year.

UBS AM may voluntarily waive fees and/or reimburse expenses from time to time in the event that the Portfolio's yield falls below a certain level. Once started, there is no guarantee that UBS AM would continue to voluntarily waive an additional portion of its fees and/or reimburse expenses. This management fee waiver will not be subject to future recoupment. For the period ended July 31, 2018, UBS AM did not voluntarily waive and/or reimburse expenses for that purpose.

PACE Government Money Market Investments

Notes to financial statements

Additional information regarding compensation to affiliate of a board member

Professor Meyer Feldberg serves as a senior advisor to Morgan Stanley, a financial services firm with which the Portfolio may conduct transactions, resulting in him being an interested trustee of the Portfolio. The Portfolio has been informed that Professor Feldberg's role at Morgan Stanley does not involve matters directly affecting any UBS funds. Portfolio transactions are executed through Morgan Stanley based on that firm's ability to provide best execution of the transactions.

During the period ended July 31, 2018, the Portfolio purchased and sold certain securities (e.g., fixed income securities) in principal trades with Morgan Stanley, having an aggregate value of \$7,978,864. Morgan Stanley received compensation in connection with these trades, which may have been in the form of a "mark-up" or "mark-down" of the price of the securities, a fee from the issuer for maintaining a commercial paper program, or some other form of compensation. Although the precise amount of this compensation is not generally known by the Portfolio's investment manager, it is believed that under normal circumstances it represents a small portion of the total value of the transactions.

Transfer agency and related services fees

UBS Financial Services Inc. provides certain services to the Portfolio pursuant to a delegation of authority from BNY Mellon Investment Servicing (US) Inc. ("BNY Mellon"), the Portfolio's transfer agent, and is compensated for these services by BNY Mellon, not the Portfolio.

UBS Financial Services Inc. has voluntarily agreed to waive a portion of the fee that it would otherwise have received from BNY Mellon with respect to PACE Government Money Market Investments so that BNY Mellon would correspondingly reduce the fees it would have charged to that Portfolio. For the year ended July 31, 2018, the amount of the reduction in transfer agency and related services fees charged by BNY Mellon to the Portfolio was \$186,859, which reflected an equal amount of compensation that was voluntarily waived by UBS Financial

PACE Government Money Market Investments

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Services Inc. Voluntary fee waiver/expense reimbursement arrangements may be amended or end at any time.

For the period ended July 31, 2018, UBS Financial Services Inc. received from BNY Mellon, not the Portfolio, \$341,720 of the total transfer agency and related services fees paid by the Portfolio to BNY Mellon.

Shares of beneficial interest

There is an unlimited amount of \$0.001 par value shares of beneficial interest authorized. Transactions in shares of beneficial interest, at \$1.00 per share, were as follows:

	Years ended July 31,	
	2018	2017
Shares sold	153,320,074	279,769,071
Shares repurchased	(165,625,042)	(263,332,595)
Dividends reinvested	1,513,589	173,450
Net increase (decrease) in shares outstanding	(10,791,379)	16,609,926

Federal tax status

The Portfolio intends to distribute substantially all of its income and to comply with the other requirements of the Internal Revenue Code applicable to regulated investment companies. Accordingly, no provision for federal income taxes is required. In addition, by distributing during each calendar year substantially all of its net investment income, net realized capital gains and certain other amounts, if any, the Portfolio intends not to be subject to a federal excise tax.

The tax character of distributions paid to shareholders by the Portfolio during the fiscal years ended July 31, 2018 and July 31, 2017 was ordinary income in the amount of \$1,702,668 and \$227,818, respectively.

PACE Government Money Market Investments

Notes to financial statements

At July 31, 2018, the components of accumulated earnings on a tax basis were undistributed ordinary income of \$107,862 and accumulated realized capital and other losses of \$1,106.

There were no reclassifications arising from permanent “book/tax” differences for the fiscal year ended July 31, 2018.

Under the Regulated Investment Company Modernization Act of 2010 (The “Act”), net capital losses recognized by the portfolio after December 22, 2010, may be carried forward indefinitely, and retain their character as short-term and/or long-term losses. The Act requires that post-enactment net capital losses be used before pre-enactment net capital losses. At July 31, 2018, the Portfolio had post-enactment short-term capital loss carryforwards of \$(1,106). During the current fiscal year, the Portfolio utilized \$6 of capital loss carryforwards to offset current year realized gains.

ASC 740-10 “Income-Overall” sets forth a minimum threshold for financial statement recognition of the benefit of a tax position taken or expected to be taken. The Portfolio has analyzed and concluded as of July 31, 2018, that there are no significant uncertain tax positions taken or expected to be taken that would require recognition in the financial statements. The Portfolio recognizes interest and penalties, if any, related to uncertain tax positions as income tax expense in the Statement of Operations. During the period ended July 31, 2018, the Portfolio did not incur any interest or penalties.

Each of the tax years in the four year period ended July 31, 2018, remains subject to examination by the Internal Revenue Service and state taxing authorities.

PACE Government Money Market Investments Report of Ernst & Young LLP, independent registered public accounting firm

To the Shareholders and the Board of
Trustees of PACE Government Money Market Investments

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of PACE Government Money Market Investments (the “Fund”) (one of the funds constituting PACE Select Advisors Trust), including the portfolio of investments, as of July 31, 2018, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended and the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund (one of the funds constituting PACE Select Advisors Trust) at July 31, 2018, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and its financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

Basis for Opinion

These financial statements are the responsibility of the Trust’s management. Our responsibility is to express an opinion on the Fund’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Trust in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Trust is not required to have, nor were we engaged to perform, an audit of the Trust’s internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over

PACE Government Money Market Investments
Report of Ernst & Young LLP, independent
registered public accounting firm

financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of July 31, 2018, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

Ernst + Young LLP

We have served as the auditor of one or more UBS investment companies since 1978.

New York, New York
September 28, 2018

PACE Government Money Market Investments

General information (unaudited)

Monthly and quarterly portfolio holdings disclosure

The Portfolio will file its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The Portfolio's Forms N-Q are available on the SEC's Web site at <http://www.sec.gov>. The Portfolio's Forms N-Q may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the SEC's Public Reference Room may be obtained by calling 1-800-SEC 0330. Additionally, you may obtain copies of Forms N-Q from the Portfolio upon request by calling 1-800-647 1568.

In addition, the Portfolio discloses, on a monthly basis: (a) a complete schedule of its portfolio holdings; and (b) information regarding its weighted average maturity and weighted average life on UBS's Web site at the following internet address:

www.ubs.com/usmoneymarketfunds. In addition, at this location, you will find a link to more detailed Portfolio information appearing in filings with the SEC on Form N-MFP.

Proxy voting policies, procedures and record

You may obtain a description of the Portfolio's (1) proxy voting policies, (2) proxy voting procedures and (3) information regarding how the Portfolio voted any proxies related to portfolio securities during the most recent 12-month period ended June 30 for which an SEC filing has been made, without charge, upon request by contacting the Portfolio directly at 1-800-647 1568, online on the Portfolio's Web site: www.ubs.com/ubsam-proxy, or on the EDGAR Database on SEC's Web site (<http://www.sec.gov>).

Other tax information

Pursuant to sections 871(k)(1)(C)(i) and 871(k)(2)(C)(i) of the Internal Revenue Code, the Portfolio designates \$1,702,668 of ordinary income distributions paid as qualified interest income.

PACE Government Money Market Investments Board approval of investment management and administration agreement (unaudited)

Background—At a meeting of the board of PACE Select Advisors Trust (the “Trust”) on July 17-18, 2018, the members of the board, including the trustees who are not “interested persons,” as defined in the Investment Company Act of 1940, as amended, of the Trust (the “Independent Trustees”), considered and approved the continuance of the investment management and administration agreement (the “Investment Management and Administration Agreement”) between UBS Asset Management (Americas) Inc. (“UBS AM”) and the Trust, on behalf of PACE Government Money Market Investments (the “Portfolio”). In preparing for the meeting, the Independent Trustees had requested and received extensive information from UBS AM to assist them, including information about UBS AM, as well as the management, administrative and distribution arrangements for the Portfolio. The board reviewed and discussed with management the materials initially provided by UBS AM prior to the scheduled board meeting. The Independent Trustees also met in executive session to review the disclosure that had been made to them. At these sessions the Independent Trustees were joined by their independent legal counsel. The Independent Trustees also received a memorandum from their independent legal counsel discussing the duties of board members in considering the approval of management, administration and distribution agreements.

In its consideration of the approval of the Investment Management and Administration Agreement, the board considered the following factors:

Nature, extent and quality of the services under the Investment Management and Administration Agreement—The board received and considered information regarding the nature, extent and quality of management services provided to the Portfolio by UBS AM. The board also considered the nature, extent and quality of administrative, distribution and shareholder services performed by UBS AM and its affiliates for the Portfolio and the resources devoted to, and the record of compliance with, the Portfolio’s compliance policies and procedures. The board noted that it received information at regular meetings throughout the year regarding the services

PACE Government Money Market Investments Board approval of investment management and administration agreement (unaudited)

rendered by UBS AM concerning the management of the Portfolio's affairs and UBS AM's role in coordinating and overseeing providers of other services to the Portfolio. The board's evaluation of the services provided by UBS AM took into account the board's knowledge and familiarity gained as board members of funds in the UBS New York fund complex, including the scope and quality of UBS AM's investment management and other capabilities and the quality of its administrative and other services. The board observed that the scope of services provided by UBS AM had expanded over time as a result of regulatory and other developments, including maintaining and monitoring its own and the Portfolio's expanded compliance programs.

The board had available to it the qualifications, backgrounds and responsibilities of the senior personnel at UBS AM responsible for the Portfolio and had previously met with and received information regarding the persons primarily responsible for the day-to-day management of the Portfolio. The board recognized that several senior personnel at UBS AM report to the board regularly, and that at each regular meeting the board receives a detailed report from UBS AM on the Portfolio's performance. The board also considered, based on its knowledge of UBS AM and its affiliates, the financial resources available to UBS AM and its parent organization, UBS Group AG. In that regard, the board received extensive financial information regarding UBS AM and noted that it was a wholly owned, indirect subsidiary of one of the largest financial services firms in the world. It also was noted that UBS AM had approximately \$174 billion in assets under management as of March 31, 2018 and was part of the UBS Asset Management Division, which had approximately \$831 billion in assets under management worldwide as of March 31, 2018. The board also was cognizant of, and considered, the regulatory and litigation actions and investigations occurring in the past few years involving UBS Group AG, UBS AM and certain of their affiliates.

The board concluded that, overall, it was satisfied with the nature, extent and quality of services provided (and expected to be provided)

PACE Government Money Market Investments Board approval of investment management and administration agreement (unaudited)

to the Portfolio under the Investment Management and Administration Agreement.

Management fees and expense ratios—The board reviewed and considered the contractual management fee (the “Contractual Management Fee”) payable by the Portfolio to UBS AM in light of the nature, extent and quality of the services provided by UBS AM pursuant to the Investment Management and Administration Agreement. The board also reviewed and considered the fee waiver and/or expense reimbursement arrangement for the Portfolio and considered the actual fee rate (after taking any waivers and reimbursements into account) (the “Actual Management Fee”) payable by the Portfolio. The board considered that UBS AM had entered into a fee waiver and/or expense reimbursement agreement with the Portfolio under which UBS AM was contractually obligated to waive its management fees and/or reimburse the Portfolio so that the total ordinary operating expenses of the Portfolio through November 30, 2018 (excluding certain miscellaneous items) would not exceed a specified limit. The board also considered that the Portfolio had agreed to repay UBS AM for those waived fees and/or reimbursed expenses if the Portfolio can do so over the following three fiscal years without causing its expenses in any of those years to exceed the expense cap. Additionally, the board received and considered information comparing the Portfolio’s Contractual Management Fee, Actual Management Fee and overall expenses with those of funds in a group of funds selected and provided by Broadridge, an independent provider of investment company data (the “Expense Group”).

In connection with its consideration of the Portfolio’s management fees, the board also received information on UBS AM with respect to fees paid by institutional or separate accounts; however, in management’s view, such fee information was not very relevant to the Portfolio because, among other reasons, separately managed and institutional accounts with a “cash” mandate (a) were not subject to all of the constraints of Rule 2a-7 under the 1940 Act to which the Portfolio is subject and (b) do not involve the management responsibilities attendant to the operation of a 1940 Act regulated

PACE Government Money Market Investments Board approval of investment management and administration agreement (unaudited)

fund, and, therefore, were not totally comparable. The board also received information on fees charged to other mutual funds managed by UBS AM.

The comparative Broadridge information showed that the Portfolio's Contractual Management Fee and its Actual Management Fee, were below the median, and its total expenses were above the median in the Portfolio's Expense Group for the comparison periods utilized in the Broadridge report. (Below median fees or expenses represent fees or expenses that are lower relative to the median, and above median fees or expenses represent fees or expenses that are higher relative to the median of the funds in the Expense Group.) Management noted that the Portfolio's total expenses were reasonably close to the Expense Group median (within 3 basis points—i.e., 0.03%). Management explained that the Portfolio's higher total expenses relative to its Expense Group were in part due to higher transfer agency expenses relative to peers, reflective of the smaller average size of Portfolio shareholder accounts.

In light of the foregoing, the board determined that the proposed contractual management fee payable by the Portfolio to UBS AM was reasonable in light of the nature, extent and quality of services expected to be provided to the Portfolio under the Investment Management and Administration Agreement.

Portfolio performance—The board received and considered (a) annualized total return information of the Portfolio compared to other funds (the "Performance Universe") selected by Broadridge over the one-, three-, five-, ten-year and since inception periods ended April 30, 2018, and (b) annualized performance information for each year in the ten-year period ended April 30, 2018. Although the board received information for the ten-year and since inception periods, in its analysis, it generally placed greater emphasis on the one-, three- and five-year periods. The board was provided with a description of the methodology Broadridge used to determine the similarity of the Portfolio with the funds included in its Performance Universe. The

PACE Government Money Market Investments Board approval of investment management and administration agreement (unaudited)

board also noted that it had received information throughout the year at periodic intervals with respect to the Portfolio's performance.

The comparative Broadridge information showed that the Portfolio's performance was at or above the median for the one-, three-, five- and ten-year periods and since inception. (Below median performance represents performance that is worse relative to the median, and above median performance represents performance that is better relative to the median.) The board noted that the Portfolio's above median performance included periods during which the Portfolio was managed as a prime money market fund, in contrast to the government money market funds in the Portfolio's Performance Universe. Based on its review of the Portfolio, the board concluded that the Portfolio's investment performance was acceptable.

Advisor profitability—The board received and considered a profitability analysis of UBS AM and its affiliates in providing services to the Portfolio. The board also received profitability information with respect to the UBS New York fund complex as a whole. UBS AM's profitability was considered not excessive in light of the nature, extent and quality of the services provided to the Portfolio.

Economies of scale—The board received and considered information from management regarding whether UBS AM realized economies of scale as the Portfolio's assets grew, whether the Portfolio has appropriately benefited from any economies of scale, and whether there is potential for realization of any further economies of scale for the Portfolio. The board considered whether economies of scale in the provision of services to the Portfolio were being passed along to the shareholders. The board noted that the Portfolio's Contractual Management Fee did not contain breakpoints. However, the board also noted that to the extent the Portfolio's assets increase over time, it will realize economies of scale as certain expenses, such as fees for trustees, auditor and legal fees and printing and postage, become a smaller percentage of overall assets.

PACE Government Money Market Investments Board approval of investment management and administration agreement (unaudited)

In light of UBS AM's profitability data, the Actual Management Fee, the Contractual Management Fee and the current assets of the Portfolio, the board believed that UBS AM's sharing of potential and current economies of scale with the Portfolio was acceptable.

Other benefits to UBS AM—The board considered other benefits received by UBS AM and its affiliates as a result of its relationship with the Portfolio, including the opportunity to offer additional products and services to Portfolio shareholders. In light of the costs of providing investment management, administrative and other services to the Portfolio and UBS AM's ongoing commitment to the Portfolio, the profits and other ancillary benefits that UBS AM and its affiliates received were considered reasonable.

In light of all of the foregoing, the board, including a majority of the Independent Trustees, approved the Investment Management and Administration Agreement for the Portfolio. No single factor reviewed by the board was identified by the board as the principal factor in determining whether to approve the Investment Management and Administration Agreement. The Independent Trustees were advised by separate independent legal counsel throughout the process. The board discussed the proposed continuance of the Investment Management and Administration Agreement in private sessions with their independent legal counsel at which no representatives of UBS AM were present.

PACE Government Money Market Investments

Supplemental information (unaudited)

Board of Trustees & Officers

The Trust is governed by a Board of Trustees which oversees the Portfolios' operations. Each Trustee serves an indefinite term of office. Officers are appointed by the trustees and serve at the pleasure of the Board. The table below shows, for each trustee and officer, his or her name, address and age, the position held with the Trust, the length of time served as a trustee or officer of the Trust, the trustee's or officer's principal occupations during the last five years, the number of portfolios in the UBS fund complex overseen by the trustee or for which a person served as an officer, and other directorships held by the trustee.

The Trust's Statement of Additional Information contains additional information about the trustees and is available, without charge, upon request by calling 1-800-647 1568.

PACE Government Money Market Investments

Supplemental information (unaudited)

Interested Trustees:

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years
<p>Meyer Feldberg²; 76 Morgan Stanley 1585 Broadway 36th Floor New York, NY 10036</p>	<p>Trustee</p>	<p>Since 2001 (Trustee); Since November 2017 (Chairman of the Board of Trustees)</p>	<p>Professor Feldberg is Dean Emeritus and Professor of Leadership and Ethics at Columbia Business School, although on an extended leave of absence. He is also a senior advisor to Morgan Stanley (financial services) (since 2005). Professor Feldberg also served as president of New York City Global Partners (an organization located in part of the Office of the Mayor of the City of New York that promoted interaction with other cities around the world) (2007-2014). Prior to 2004, he was Dean and Professor of Management and Ethics of the Graduate School of Business at Columbia University (since 1989). From 1992 to 2016, Professor Feldberg was a director of Macy's, Inc. (operator of department stores). From 1997 to 2017, Professor Feldberg was a director of Revlon, Inc. (cosmetics).</p>

PACE Government Money Market Investments

Supplemental information (unaudited)

Number of portfolios in fund complex overseen by Trustee

Professor Feldberg is a director or trustee of 12 investment companies (consisting of 50 portfolios) for which UBS Asset Management (Americas) Inc. ("UBS AM") or one of its affiliates serves as investment advisor or manager.

Other directorships held by Trustee

Professor Feldberg is also a director of the New York City Ballet.

PACE Government Money Market Investments

Supplemental information (unaudited)

Independent Trustees:

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years
Alan S. Bernikow; 77 207 Benedict Ave. Staten Island, NY 10314	Trustee	Since 2005	Mr. Bernikow is retired. Previously, he was deputy chief executive officer at Deloitte & Touche (international accounting and consulting firm). From 2003 to March 2017, Mr. Bernikow was also a director of Destination XL Group, Inc. (menswear) (and served as a member of its nominating and corporate governance committee).
Richard R. Burt; 71 McLarty Associates 900 17th Street Washington, D.C. 20006	Trustee	Since 2001	Mr. Burt is a managing director to McLarty Associates (a consulting firm) (since 2007). He was chairman of IEP Advisors (international investments and consulting firm) until 2009.
Bernard H. Garil; 78 6754 Casa Grande Way Delray Beach, FL 33446	Trustee	Since 2005	Mr. Garil is retired (since 2001). He was a managing director at PIMCO Advisory Services (from 1999 to 2001) where he served as president of closed-end funds and vice-president of the variable insurance product funds advised by OpCap Advisors (until 2001).

PACE Government Money Market Investments

Supplemental information (unaudited)

Number of portfolios in fund complex overseen by Trustee

Mr. Bernikow is a director or trustee of 7 investment companies (consisting of 45 portfolios) for which UBS AM serves as investment advisor or manager.

Mr. Burt is a director or trustee of 7 investment companies (consisting of 45 portfolios) for which UBS AM serves as investment advisor or manager.

Mr. Garil is a director or trustee of 7 investment companies (consisting of 45 portfolios) for which UBS AM serves as investment advisor or manager.

Other directorships held by Trustee

Mr. Bernikow is also a director of Revlon, Inc. (cosmetics) (and serves as the chair of its audit committee and as the chair of the compensation committee), the lead director of Mack-Cali Realty Corporation (real estate investment trust) (and serves as the chair of its audit committee). He is also a director of FCB Financial Holdings, Inc. (banking) (and serves as the chair of its audit committee and member of the nominating and governance committee and compensation committee).

Mr. Burt is also a director of The Central Europe, Russia and Turkey Fund, Inc., The European Equity Fund, Inc. and The New Germany Fund, Inc. (and serves as a member of each such fund's audit, nominating and governance committee).

Mr. Garil is also a director of OFI Global Trust Company (commercial trust company), The Leukemia and Lymphoma Society (voluntary health organization) and a trustee for the Brooklyn College Foundation, Inc. (charitable foundation).

PACE Government Money Market Investments Supplemental information (unaudited)

Independent Trustees (concluded):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years
Heather R. Higgins; 58 c/o Keith A. Weller Assistant Fund Secretary UBS Asset Management (Americas) Inc. 1285 Avenue of the Americas New York, NY 10019	Trustee	Since 2005	Ms. Higgins is the president and director of The Randolph Foundation (charitable foundation) (since 1991). Ms. Higgins also serves (or has served) on the boards of several non-profit charitable groups, including the Independent Women’s Forum (chairman) and the Philanthropy Roundtable (vice chairman). She also serves on the board of the Hoover Institution (from 2001 to 2007 and since 2009).

PACE Government Money Market Investments

Supplemental information (unaudited)

Number of portfolios in fund complex overseen by Trustee	Other directorships held by Trustee
Ms. Higgins is a director or trustee of 7 investment companies (consisting of 45 portfolios) for which UBS AM serves as investment advisor or manager.	None

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers:

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
Rose Ann Bubloski*; 50	Vice President and Assistant Treasurer	Since 2011	Ms. Bubloski is a director (since 2012) (prior to which she was an associate director (from 2008 to 2012)) and a senior manager of product control and investment support (previously named registered fund product control) of UBS AM—Americas region. Ms. Bubloski is vice president and assistant treasurer of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.
Mark E. Carver*; 55	President	Since 2010	Mr. Carver is a managing director and head of product development and management for UBS AM—Americas region (since 2008). In this role, he oversees product development and management for both wholesale and institutional businesses. He is a member of the Americas Management Committee (since 2008) and the Regional Operating Committee (since 2008). Mr. Carver is president of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers (continued):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
Franklin P. Dickson*; 40	Vice President	Since November 2017	<p>Mr. Dickson is an associate director (since 2015) and tax compliance manager (since October 2017) (prior to which he was a product controller (from 2015 to 2017) of product control and investment support (previously named registered fund product control) of UBS AM—Americas region. From 2013 through 2015, Mr. Dickson was fund administration and compliance manager for U.S. Bancorp Fund Services, LLC, and from April 2008 through June 2013, Mr. Dickson was vice president, client service manager at BNY Mellon Asset Servicing. Mr. Dickson is a vice president of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.</p>

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers (continued):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
Mark F. Kemper**; 60	Vice President and Secretary	Since 2004	Mr. Kemper is a managing director and general counsel of UBS AM—Americas region (since 2006 and 2004 respectively). He has been secretary of UBS AM—Americas region (since 2004), and assistant secretary of UBS Asset Management Trust Company (since 1993). Mr. Kemper is vice president and secretary of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager. Mr. Kemper is employed by UBS Business Solutions US LLC (since January 2017).
Joanne M. Kilkeary*; 50	Vice President, Treasurer and Principal Accounting Officer	Since 1999 (Vice President); since October 2017 (Treasurer and Principal Accounting Officer)	Ms. Kilkeary is an executive director (since 2013) (prior to which she was a director) (from 2008 to 2013)) and head of regulatory, tax, audit and board governance for product control and investment support (since October 2017) (prior to which she was a senior manager of registered fund product control of UBS AM—Americas region (from 2004 to 2017)). Ms. Kilkeary is a vice president and assistant treasurer of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers (continued):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
William Lawlor**; 31	Vice President and Assistant Secretary	Since May 2018	Mr. Lawlor is a director and associate general counsel with UBS Business Solutions US LLC (since January 2017) and also with UBS AM—Americas region since 2013. Prior to joining UBS AM—Americas region, Mr. Lawlor attended Kent College of Law, where he graduated in 2013. Mr. Lawlor is a vice president and assistant secretary of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.
Mabel Lung***; 60	Vice President	Since May 2016	Ms. Lung is a managing director and portfolio manager, Multi-Component Portfolios, of UBS AM—Americas region which she joined in 1995. Ms. Lung is a vice president of one investment company (consisting of 15 portfolios) for which UBS AM serves as investment advisor or manager.
Nancy D. Osborn*; 52	Vice President and Assistant Treasurer	Since 2007	Mrs. Osborn is a director (since 2010) (prior to which she was an associate director) and a senior manager of product control and investment support (previously named registered fund product control) of UBS AM—Americas region (since 2006). Mrs. Osborn is a vice president and assistant treasurer of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers (continued):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
Frank S. Pluchino***, 59	Chief Compliance Officer	Since November 2017	Mr. Pluchino is an executive director with UBS AM—Americas region and is also the chief compliance officer of UBS Hedge Fund Solutions LLC (since 2010). Mr. Pluchino serves as chief compliance officer of 15 investment companies (consisting of 69 portfolios) for which UBS AM or one of its affiliates serves as investment advisor or manager.
Robert Sabatino**, 45	Vice President	Since 2001	Mr. Sabatino is a managing director (since 2010) (prior to which he was an executive director) (from 2007 to 2010)), global head of liquidity portfolio management (since 2015), head of US taxable money markets (from 2009 to 2015), and portfolio manager of UBS AM—Americas region in the short duration fixed income group (since 2001). Mr. Sabatino is a vice president of three investment companies (consisting of 27 portfolios) for which UBS AM serves as investment advisor or manager.
Eric Sanders*, 52	Vice President and Assistant Secretary	Since 2005	Mr. Sanders is a director and associate general counsel with UBS Business Solutions US LLC (since January 2017) and also with UBS AM—Americas region (since 2005). Mr. Sanders is a vice president and assistant secretary of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers (continued):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
Philip Stacey**; 33	Vice President and Assistant Secretary	Since May 2018	Mr. Stacey is a director and associate general counsel with UBS Business Solutions US LLC (Since January 2017) and also with UBS AM—Americas region since 2015. Prior to joining UBS AM—Americas region. Mr. Stacey was a legal associate with the Chicago-based investment manager HFR Asset Management, LLC from 2009 through 2015. Mr. Stacey is a vice president and assistant secretary of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.
Gina M. Toth***; 54	Vice President	Since May 2016	Ms. Toth is an executive director and portfolio manager in the Multi-Manager Solutions team of UBS AM—Americas region (since 2013). Prior to joining UBS AM—Americas region, Ms. Toth was a senior portfolio manager at Alliance Bernstein (from 1993 to 2012). Ms. Toth is a vice president of one investment company (consisting of 15 portfolios) for which UBS AM serves as investment advisor or manager.
David Walczak**; 35	Vice President	Since 2016	Mr. Walczak is an executive director (since 2016), head of US taxable money markets (since 2015) and portfolio manager of UBS AM—Americas region. Mr. Walczak is a vice president of three investment companies (consisting of 41 portfolios) for which UBS AM serves as investment advisor or manager.

PACE Government Money Market Investments

Supplemental information (unaudited)

Officers (concluded):

Name, address, and age	Position(s) held with Trust	Term of office ¹ and length of time served	Principal occupation(s) during past 5 years; number of portfolios in fund complex for which person serves as officer
Keith A. Weller*; 57	Vice President and Assistant Secretary	Since 2000	Mr. Weller is an executive director and senior associate general counsel with UBS Business Solutions US LLC (since January 2017) and also with UBS AM—Americas region (since 2005) and has been an attorney with affiliated entities since 1995. Mr. Weller is a vice president and assistant secretary of 10 investment companies (consisting of 64 portfolios) for which UBS AM serves as investment advisor or manager.

¹ Each trustee holds office for an indefinite term. Officers are appointed by the trustees and serve at the pleasure of the Board.

² Professor Feldberg is deemed an “interested person” of the Trust as defined in the Investment Company Act of 1940, as amended, because he is a senior advisor to Morgan Stanley, a financial services firm with which the Trust may conduct transactions.

* This person’s business address is 1285 Avenue of the Americas, New York, New York 10019-6028.

** This person’s business address is One North Wacker Drive, Chicago, Illinois 60606.

*** This person’s business address is 787 Seventh Avenue, New York, New York 10019.

Trustees

Meyer Feldberg
Chairman

Alan S. Bernikow

Richard R. Burt

Bernard H. Garil

Heather R. Higgins

Principal Officers

Mark E. Carver
President

Mark F. Kemper
Vice President and Secretary

Joanne M. Kilkeary
*Vice President, Treasurer and
Principal Accounting Officer*

Robert Sabatino
Vice President

**Investment Manager and
Administrator**

UBS Asset Management
(Americas) Inc.
1285 Avenue of the Americas
New York, New York 10019-6028

Principal Underwriter

UBS Asset Management (US) Inc.
1285 Avenue of the Americas
New York, New York 10019-6028

This report is not to be used in connection with the offering of shares of the Portfolio unless accompanied or preceded by an effective prospectus.

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New York, New York 10019-6028

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