

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the Prospectus before deciding whether to purchase shares in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

#### ALLIANZ US SHORT DURATION HIGH INCOME BOND (THE "FUND")

Product Type	Collective Investment Scheme	Launch Date	22 September 2015
Management Company	Allianz Global Investors GmbH	Custodian	State Street Bank Luxembourg S.C.A. (which is the Depositary of the Fund)
Trustee	Not applicable	Dealing Frequency	Every Dealing Day which is a Singapore business day
Capital Guaranteed	No	Expense Ratio for Financial Year ended 30 September 2018	0.53% to 1.36%

#### PRODUCT SUITABILITY

##### WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
  - pursue the objective of general capital formation/asset optimisation;
  - have basic knowledge and/or experience of financial products; and
  - are capable of bearing a financial loss.
- The Fund may not be suitable for investors who wish to withdraw their capital from the Fund within a short timeframe.

**You should consult your financial adviser if in doubt whether this product is suitable for you.**

Further Information  
Refer to "Investment objective and focus" of the Prospectus for further information on product suitability.

#### KEY PRODUCT FEATURES

##### WHAT ARE YOU INVESTING IN?

- You are investing in a collective investment scheme constituted in Luxembourg that aims to provide long-term income and lower volatility by investing in short duration high yield rated corporate bonds of US bond markets.
- You may receive distributions if you are invested in a distributing share class\*. The distribution date shall generally be on 15 December each year. Where the distributing share class contains additional letter(s) "M"/"Mg", you may instead receive distributions on 15th of every month or if it contains additional letter(s) "Q"/"Qg" you may instead receive distributions quarterly on 15 March, 15 June, 15 September and 15 December.  
\*Dividends may be paid out of capital or effectively out of capital and reduce the Fund's net asset value

Refer to "THE COMPANY", "THE SUB-FUNDS", "INVESTMENT OBJECTIVES AND POLICIES" and "Distribution Policy of the Sub-Funds" of the Prospectus for further information on features of the product.

<sup>1</sup> The Prospectus is available for collection during normal business hours from Allianz Global Investors Singapore Limited at 12 Marina View, #13-02 Asia Square Tower 2, Singapore 018961 or accessible at [sg.allianzgi.com](http://sg.allianzgi.com) or from any of our appointed distributors.

Investment Strategy	
<ul style="list-style-type: none"> <li>Fund assets are primarily invested in short duration high yield rated corporate bonds of US bond markets.</li> <li>A minimum of 70% of Fund assets are invested in corporate bonds from the US or whose issuers are constituents of the ICE BofAML 1-3 Years BB-B US Cash Pay High Yield Index.</li> <li>A minimum of 70% of Fund assets are invested in High-Yield Investments Type 1.</li> <li>On a temporary basis for liquidity management and/or defensive purpose and/or any other exceptional circumstances, and if the Investment Manager considers it in the best interest of the Fund, up to 100% of Fund assets may be held in deposits and/or invested directly in money market instruments and (up to 10% of Fund assets) in money market funds.</li> <li>The Fund may conduct securities lending transactions, over-the-counter ("OTC") based repurchase and/or reverse repurchase transactions and similar OTC transactions in aggregate for up to 50% of the Fund's assets.</li> <li><b>The Fund may invest in financial derivative instruments for efficient portfolio management (including for hedging) but will not invest primarily or extensively in financial derivative instruments for investment purposes.</b></li> </ul>	Refer to "INVESTMENT OBJECTIVES AND POLICIES" of the Prospectus for further information on the investment strategy of the product.
Parties Involved	
<b>WHO ARE YOU INVESTING WITH?</b> <ul style="list-style-type: none"> <li>The Fund is constituted as a sub-fund under the Allianz Global Investors Fund (the "Company").</li> <li>The Management Company is Allianz Global Investors GmbH.</li> <li>The Investment Manager is Allianz Global Investors U.S. LLC.</li> <li>The Depositary is State Street Bank Luxembourg S.C.A..</li> </ul>	Refer to "THE COMPANY", "MANAGEMENT AND ADMINISTRATION", "Depositary" and "Insolvency of the Parties" of the Prospectus for further information on the role and responsibilities of these entities and what happens if they become insolvent.
KEY RISKS	
<b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b> <p>The value of the product and its dividends and coupons (if any) may rise or fall. These risk factors may adversely impact the net asset value of the product and cause you to lose some or all of your investment:</p>	Refer to "RISK FACTORS" of the Prospectus for further information on risks of the product.
Market and Credit Risks	
<ul style="list-style-type: none"> <li><b>You may be exposed to general market risk</b> – the Fund is exposed to various general trends and tendencies in the economic and political situation as well as securities markets and investment sentiment, which may lead to substantial and longer-lasting drops in prices affecting the entire market.</li> <li><b>You may be exposed to issuer default risk</b> – the issuer of securities held by the Fund may become insolvent causing its inability to fulfill his payment obligations in a full and timely manner and causing such issued assets to become economically worthless.</li> <li><b>You may be exposed to creditworthiness risk</b> – the creditworthiness (ability to pay) of the issuer of an asset held by the Fund may fall. This usually leads to a decrease in the price of the asset greater than that caused by general market fluctuations.</li> </ul>	

<ul style="list-style-type: none"> <li>• <b>You may be exposed to sovereign debt risk</b> – the Fund’s investment in interest-bearing securities issued or guaranteed by governments may be exposed to political, social and economic risks. The sovereign issues may not be able or willing to repay the principal and/or interest or may request the Fund to participate in rescheduling such debts. The Fund may suffer significant losses when there is a default of sovereign debt issuers.</li> <li>• <b>You may be exposed to country risk in the US</b> – the Fund’s investments focus on the US, which may increase the concentration risk. Consequently, the Fund is particularly susceptible to the adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event or development in and risks of this country, or of companies based and / or operating in this country.</li> </ul>	
<b>Liquidity Risks</b>	
<ul style="list-style-type: none"> <li>• <b>The Fund is not listed in Singapore and you can redeem only on Dealing Days</b> – there is no secondary market in Singapore for the Fund. All redemption requests may only be made in the manner described in the Prospectus.</li> <li>• <b>Your right to redemption may be deferred or suspended under certain circumstances highlighted in paragraphs 9.3 and 12 of the Prospectus.</b></li> </ul>	
<b>Product-Specific Risks</b>	
<ul style="list-style-type: none"> <li>• <b>You may be exposed to the risk of interest rate changes</b> – if market interest rates rise, the value of the interest-bearing assets held by the Fund may decline substantially. This applies to an even greater degree if the Fund also holds interest-bearing securities with a longer time to maturity and a lower nominal interest rate.</li> <li>• <b>You may be exposed to downgrading risk</b> – the credit rating of interest bearing securities held by the Fund may be downgraded. The Fund may or may not be able to dispose of the securities that are being downgraded. This may lead to a fall in the net asset value of the Fund.</li> <li>• <b>You may be exposed to the risk of investing in high-yield investments and convertible bonds</b> – investing in high-yield investments is normally associated with increased creditworthiness risk, risk of interest rate changes, general market risk, company-specific risk and liquidity risk. Investing in convertible bonds is normally associated with increased creditworthiness risk, risk of default, risk of interest rate changes, prepayment risk, general market risk and liquidity risk.</li> <li>• <b>You may be exposed to valuation risk</b> – valuation of the Fund assets may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the net asset value calculation of the Fund.</li> <li>• <b>You may be exposed to credit rating risk</b> – credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times</li> <li>• <b>You may be exposed to derivatives risk</b> – (i) the derivatives may be misvalued or may have varying valuations; (ii) the use of derivatives may not completely hedge the risk intended to be hedged; (iii) derivative may become difficult to sell. In such cases, the Fund may not be able to liquidate a position at an appropriate time or price; (iv) there is also a creditworthiness risk; (v) given the leverage effect embedded in derivatives, even a small investment in derivatives could have a substantial, even negative, effect on the performance of the Fund.</li> <li>• <b>The net asset value of the Fund may likely have a high volatility due to the investment policies or portfolio management techniques employed in respect of the Fund.</b></li> </ul>	

FEES AND CHARGES													
<p><b>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</b></p> <p><u>Payable directly by you (on A/AT, I/IT and P/PT classes)</u></p> <ul style="list-style-type: none"><li>You will need to pay the following fees and charges as a percentage of the net asset value of the share class (actual percentage depends on the relevant share class):</li></ul> <table><tr><td><b>Subscription Fee</b></td><td>Up to 5%</td></tr><tr><td><b>Redemption Fee/ Disinvestment Fee</b></td><td>Currently NIL</td></tr><tr><td><b>Conversion Fee</b></td><td>Up to 5%</td></tr></table> <p>Additional fees may be payable to Singapore distributors.</p> <p><u>Payable by the Fund from invested proceeds (on A/AT, I/IT and P/PT classes)</u></p> <ul style="list-style-type: none"><li>The Fund will pay the following fees and charges (actual percentage depends on the relevant share class):</li></ul> <table><tr><td><b>All-in-Fee</b></td><td>Up to 1.45% p.a.</td></tr><tr><td>(a) Retained by Management Company</td><td>(a) 47.32% to 92.92% of All-in-Fee</td></tr><tr><td>(b) Paid by Management Company to financial adviser (trailer fee)</td><td>(b) 7.08% to 52.68%<sup>2</sup> of All-in-Fee</td></tr></table> <p>The fees and expenses of the investment manager, central administration agent and depositary will be covered by the All-in-Fee payable to the Management Company.</p>	<b>Subscription Fee</b>	Up to 5%	<b>Redemption Fee/ Disinvestment Fee</b>	Currently NIL	<b>Conversion Fee</b>	Up to 5%	<b>All-in-Fee</b>	Up to 1.45% p.a.	(a) Retained by Management Company	(a) 47.32% to 92.92% of All-in-Fee	(b) Paid by Management Company to financial adviser (trailer fee)	(b) 7.08% to 52.68% <sup>2</sup> of All-in-Fee	<p>Refer to “FEES, CHARGES AND EXPENSES” of the Prospectus for further information on fees and charges.</p>
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VALUATIONS AND EXITING FROM THIS INVESTMENT													
<p><b>HOW OFTEN ARE VALUATIONS AVAILABLE?</b></p> <p>The prices of shares will normally be published by the Company 2 Business Days after the relevant Valuation Day at <a href="http://sg.allianzgi.com">sg.allianzgi.com</a>.</p> <p><b>HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?</b></p> <ul style="list-style-type: none"><li>There is no cancellation period for the Fund. Some Singapore distributors may, at their own discretion and capacity, offer a cancellation period and you may wish to check with your Singapore distributor.</li><li>You can exit the Fund by submitting to the Singapore Representative or Singapore distributor through whom you originally purchased your shares a written redemption request as described in the Prospectus. Redemptions are subject to minimum redemption and minimum holding amounts.</li><li>You should normally receive the sale proceeds within 6 Valuation Days after the calculation of the relevant redemption price.</li><li>Your redemption price is determined as follows:<ul style="list-style-type: none"><li>If your redemption request is received by the Singapore Representative before 5 p.m. (Singapore time) on a day which is both a Dealing Day and a Singapore business day, you will be paid the redemption price for that Dealing Day (which is based on the net asset value per share of the Fund).</li><li>If not, you will be paid the redemption price for the next Dealing Day (provided that day is also a Singapore business day). (Please note that Singapore distributors may impose an earlier deadline.)</li></ul></li><li>The redemption proceeds that you will receive will be the redemption price multiplied by the number of shares redeemed. An example is as follows:<table><tr><td><u>1,000</u></td><td>x</td><td><u>USD 1.10</u></td><td>=</td><td><u>USD 1100.00</u></td></tr><tr><td><i>Your holding</i></td><td></td><td><i>Redemption Price*</i></td><td></td><td><i>Redemption proceeds</i></td></tr></table>(*currently, there is no Redemption Fee)</li></ul>	<u>1,000</u>	x	<u>USD 1.10</u>	=	<u>USD 1100.00</u>	<i>Your holding</i>		<i>Redemption Price*</i>		<i>Redemption proceeds</i>	<p>Refer to “Cancellation of subscription”, “REDEMPTION OF SHARES” and “OBTAINING PRICE INFORMATION” of the Prospectus for further information on valuation and exiting from the product.</p>		
<u>1,000</u>	x	<u>USD 1.10</u>	=	<u>USD 1100.00</u>									
<i>Your holding</i>		<i>Redemption Price*</i>		<i>Redemption proceeds</i>									
CONTACT INFORMATION													
<p><b>HOW DO YOU CONTACT US?</b></p> <p>If you have any queries regarding the Fund, you may contact the Singapore Representative at 1800-438-0828 or at <a href="mailto:sgenquiry@allianzgi.com">sgenquiry@allianzgi.com</a>.</p>													

<sup>2</sup> This figure may change from time to time without prior notice. Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Management Company.

## APPENDIX: GLOSSARY OF TERMS

<b>Business Day</b>	: Means each day on which banks and exchanges in Luxembourg are open for business. For the avoidance of doubt, half-closed bank business days in Luxembourg are considered as being closed for business.
<b>High-Yield Investments Type 1</b>	: Means an investment in debt securities which at the time of acquisition has a rating of BB+ or below (Standard & Poor's and Fitch) or of Ba1 or below (Moody's) or the equivalent by another rating agency or, if unrated, as determined by the Investment Manager to be of comparable quality. In case of a minimum (maximum) investment limit of High-Yield Investment Type 1 securities according to the Fund's investment restrictions, the lowest (highest) available rating of a debt security at acquisition day is decisive for the assessment of the possible acquisition of such debt security as High-Yield Investment Type 1. Generally, there is no intention to acquire debt securities that are only rated CC, C or D (Standard & Poor's), C, RD or D (Fitch) or Ca or C (Moody's) unless otherwise specified.
<b>Valuation/ Dealing Day</b>	: Means each day on which banks and exchanges in Luxembourg and New York are open for business.