

BlueBay Emerging Market Select Bond Fund

I - AUD Share Class

May 2017

Investment objective

The Fund aims to make a return for you through a mixture of generating income and growing the amount you originally invested. It mainly invests in bonds that pay a fixed interest.

Investment policy

The Fund targets better returns than its benchmark, which is made up of 50% of the JP Morgan Emerging Markets Bond Index Global Diversified and 50% of the JP Morgan Government Bond Index - Emerging Markets Global Diversified (GBI-EM Global Diversified), USD unhedged. The Fund may invest substantially away from this index if justified by market conditions. At least two-thirds of the Fund's investments will be in fixed income bonds of any rating and denominated in any currency issued by governments, banks and corporates of emerging market countries (which may include securities of issuers in financial distress). The Fund will be actively exposed to both hard currency (generally, globally-traded currencies from economically and politically stable countries) and local currency (currencies of emerging market countries) investments. The Fund may use derivatives (such as futures, options and swaps, which are linked to the rise and fall of other assets) to achieve the investment objective and to reduce risk or manage the Fund more efficiently.

Share class performance (%) net of fees (AUD)

	1M	3M	YTD	1YR	3YR [†]	SI [†]
BlueBay Emerging Market Select Bond Fund I - AUD	0.98	3.90	7.34	10.63	0.41	1.26
50% JPM EMBI Global Diversified 50% JPM GBI-EM Global Diversified, USD unhedged ³	1.48	4.36	8.38	11.66	3.48	4.35
Difference between the Fund and Index	-0.50	-0.46	-1.04	-1.03	-3.07	-3.09

Where the Share Class currency is different to that of the Benchmark currency, the Benchmark returns have been converted into the currency of the corresponding Share Class using a hedging method. This adjusts the benchmark returns to account for interest rates differences between the two countries and the spot FX impact on unexpected returns.

Rolling annual performance (%) net of fees (AUD), up to 5 years ending 31 May 2017

From	31-05-14	31-05-15	31-05-16
To	31-05-15	31-05-16	31-05-17
BlueBay Emerging Market Select Bond Fund I - AUD	-5.33	-3.32	10.63
50% JPM EMBI Global Diversified 50% JPM GBI-EM Global Diversified, USD unhedged ³	-2.04	1.33	11.66

Past performance will not necessarily be repeated and is not indicative of future results. Net performance figures reflect the reinvestment of all dividends and earnings, and the deduction of investment management and performance fees. In addition, the typical fees and expenses charged to a fund will offset the funds trading profits. The specific fee structure for BlueBay Funds - BlueBay Emerging Market Select Bond Fund I - AUD is detailed in the Key Investor Information document or the Fund's prospectus.

Top 5 holdings (%)

India Govt. Bond 7.16 % 05/20/23	6.26
Turkey Govt Bond 10.6% 02/11/26	5.47
South African Govt. Bond 10 ^{1/2} % 12/21/26	3.78
Nigeria 7 ^{7/8} % 02/32	2.56
Poland Govt. Bond 2 ^{1/2} % 07/25/27	2.48

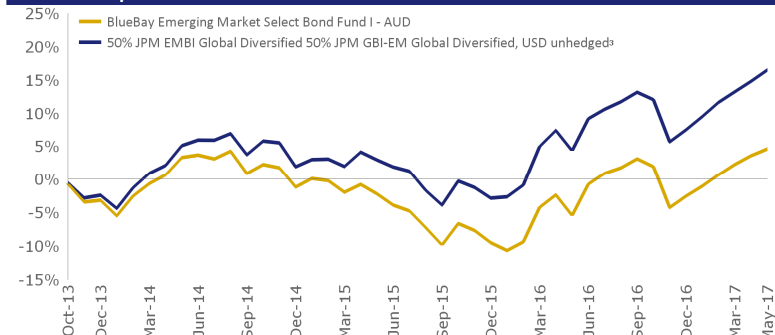
Top emerging market countries: Hard currency (interest rate duration, years)

Overweights		Underweights	
Turkey	0.30	Philippines	-0.15
Nigeria	0.21	Colombia	-0.14
Ecuador	0.14	Uruguay	-0.13
Bolivia	0.13	Mexico	-0.12
Egypt	0.12	Panama	-0.10

Top emerging market countries: Local currency (interest rate duration, years)

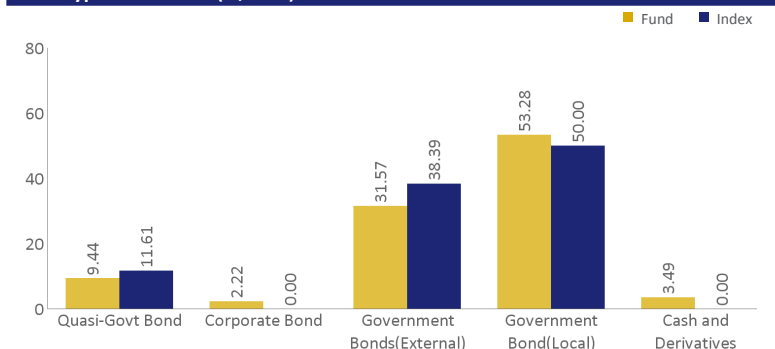
Overweights		Underweights	
South Africa	0.33	South Korea	-0.25
Turkey	0.25	Colombia	-0.11
Mexico	0.16	Thailand	-0.08
India	0.12	Czech Republic	-0.07
China	0.10	Peru	-0.07

Cumulative performance^{*}



Past performance will not necessarily be repeated and is not indicative of future results. Net performance figures reflect the reinvestment of all dividends and earnings, and the deduction of investment management and performance fees, excluding initial charges. In addition, the typical fees and expenses charged to a fund will offset the funds trading profits. The specific fee structure for BlueBay Funds - BlueBay Emerging Market Select Bond Fund I - AUD is detailed in the Key Investor Information document or the Fund's prospectus.

Asset type breakdown (% NAV)



Team		
	Joined BlueBay	Investment industry experience
David Dowsett	April 2002	22 years
Nick Shearn	June 2011	31 years
Russel Matthews	September 2010	18 years
Size of team	32 investment professionals	
Average investment industry experience	16 years	

Risk considerations		
<ul style="list-style-type: none"> Emerging markets may be more volatile and it could be harder to sell or trade these bonds. There may be less government supervision, legal regulation and less well-defined tax laws and procedures than in countries with more developed trading markets. Emerging markets can be particularly sensitive to political instability, which can result in greater volatility and uncertainty, subjecting the Fund to the risk of losses Investing in emerging market bonds offers you the chance to gain higher returns through growing your capital and generating income. Nevertheless, there is a greater risk that the organisation which issued the bond will fail, which means you may lose some or all of your original investment There may be cases where an organisation with which we trade assets or derivatives (usually a financial institution such as a bank) may be unable to fulfil its obligations, which could cause losses to the Fund At times, the market for emerging market bonds may dry up, which could make it difficult to sell these bonds, or the Fund may only be able to sell them at a discount BlueBay could suffer from a failure of its processes, systems and controls – or from such a failure at an organisation on which we rely in order to deliver our services – which could lead to losses for the Fund Where a subscription involves a foreign exchange transaction, changes in rates of exchange may have an adverse effect on the value of investments 		

Notes:

Spread Duration – is a bond's price sensitivity to spread changes.

* Since Inception

** The benchmark for the BlueBay Emerging Market Select Bond Fund changed from 50% JPM EMBI Global Diversified Index and 50% JPM GBI-EM Broad Diversified index unhedged to 50% JPM EMBI Global Diversified Index and 50% JPM GBI-EM Global Diversified index unhedged as at 03 August 2015. The benchmark is hedged into the Share Class currency where relevant.

▼ Performance shown for 1yr periods onwards are annualised figures

Contact information	
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Fund facts	
Total fund size	USD 779m
Fund launch date	30 November 2006
I - AUD	30 October 2013
Inception date	
Benchmark	50% JPM EMBI Global Diversified 50% JPM GBI-EM Global Diversified, USD unhedged ³
Fund type	UCITS
Domicile	Luxembourg
Investment manager	BlueBay Asset Management LLP

I - AUD class charges	
Initial charge	5%
Annual management fee	1.25%
Performance fee	N/A
Minimum initial investment	AUD 500,000
Minimum subsequent investment	AUD 25,000
Total expense ratio	1.41%
Dividend paying policy	No
Share class price	104.60

A sales charge of up to 5% of the subscription amount may be applied, or may be waived in whole or in part at the discretion of the Management Company. The sales charge (if any) will be paid to, and retained by, the intermediary acting in relation to the distribution of Shares.

Fund codes	
ISIN	LU0438375080
Bloomberg	BBMIAUD LX
WKN	A12FPG
Valoren	11953165
Lipper	68236382

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Published June 2017