

# Allianz Income and Growth

Allianz Global Investors Fund  
AM



- The Fund is exposed to significant risks of investment/general market, company-specific, creditworthiness/credit rating/downgrading, default, currency, valuation, asset allocation, country and region, emerging market, interest rate, and the adverse impact on RMB share classes due to currency depreciation. The Fund's investments focus on US and Canada which may increase concentration risk.
- The Fund is also exposed to risks relating to securities lending transactions, repurchase agreements and reverse repurchase agreements.
- The Fund may invest in high-yield (non-investment grade and unrated) investments and convertible bonds which may subject to higher risks, such as volatility, loss of principal and interest, creditworthiness and downgrading, default, interest rate, general market and liquidity risks and therefore may adversely impact the net asset value of the Fund. Convertibles will be exposed to prepayment risk, equity movement and greater volatility than straight bond investments.
- The Fund may invest in financial derivative instruments ("FDI") which may expose to higher leverage, counterparty, liquidity, valuation, volatility, market and over the counter transaction risks. The Fund's net derivative exposure may be up to 50% of the Fund's net asset value.
- This investment may involve risks that could result in loss of part or entire amount of investors' investment.
- In making investment decisions, investors should not rely solely on this material.
- **Note:** Dividend payments may, at the sole discretion of the Investment Manager, be made out of the Fund's capital or effectively out of the Fund's capital which represents a return or withdrawal of part of the amount investors originally invested and/or capital gains attributable to the original investment. This may result in an immediate decrease in the NAV per share and the capital of the Fund available for investment in the future and capital growth may be reduced, in particular for hedged share classes for which the distribution amount and NAV of any hedged share classes (HSC) may be adversely affected by differences in the interests rates of the reference currency of the HSC and the base currency of the Fund.



Overall Morningstar Rating™



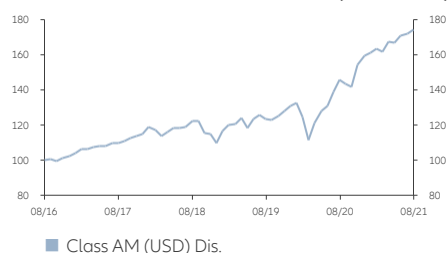
Fund Selector Asia Awards Hong Kong 2020, Mixed Asset – Gold Award<sup>2</sup>

## Investment Objective

The Fund aims at long-term capital growth and income by investing in US and/or Canadian corporate debt securities and equities.

## Performance Overview

### Indexed Performance over 5 Years (NAV-NAV)



Cumulative Returns	Year to Date	1 Year	3 Years	5 Years	Since Inception
NAV-NAV (%)	9.39	19.45	42.86	74.23	123.96
Calendar Year Returns	2020	2019	2018	2017	2016
NAV-NAV (%)	21.94	19.49	-4.89	12.55	8.96

Fund performance is calculated on NAV to NAV basis in denominated currency of the respective share class with gross dividends re-invested. The Fund's cumulative return includes dividends distributed out during the period.

## Portfolio Analysis

### Asset Allocation (%)

EQUITIES / EQUITY SECURITIES	34.1
CONVERTIBLE BONDS	33.0
HIGH YIELD BONDS	32.9

### Sector Allocation - High Yield Bonds (%)

ENERGY	13.8
HEALTHCARE	7.4
TECHNOLOGY	6.2
SERVICES	5.9
AUTOMOTIVE	5.5
CABLE & SATELLITE TV	5.4
DIV. FIN. SERVICES	4.9
FOOD, BEVERAGE & TOBACCO	4.1
TEL. - WIR. INT. & SERV.	4.1
BROADCASTING	4.0
OTHERS	35.4
LIQUIDITY	3.2

### Sector Allocation - Convertible Bonds (%)

TECHNOLOGY	29.1
CONS. DISC.	16.7
HEALTHCARE	14.1
MEDIA	9.3
FINANCIALS	8.0
INDUSTRIALS	5.0
ENERGY	3.7
UTILITIES	2.2
TRANSPORTATION	1.7
TELECOM SERVICES	1.6
OTHERS	0.8
LIQUIDITY	7.7

### Sector Allocation - Equities / Equity Securities (%)

IT	34.8
CONS. DISC.	19.1
COMMUNICATION SERVICES	13.0
HEALTHCARE	12.5
FINANCIALS	6.3
INDUSTRIALS	3.7
ENERGY	2.7
CONS. STAPLES	1.4
MATERIALS	1.1
REAL ESTATE	1.1
OTHERS	3.1
LIQUIDITY	1.2

### Top 5 Holdings - High Yield Bonds<sup>3</sup>

Top 5 Holdings - High Yield Bonds <sup>3</sup>	Sector	%
TENET HEALTHCARE CORP 6.125% 10/01/28	HEALTHCARE	0.4
CCO HDGS LLC/CAP CORP 4.5% 05/01/32	CABLE & SATELLITE TV	0.3
TRANSDIGM INC 5.5% 11/15/27	AEROSPACE	0.3
FORD MOTOR COMPANY 7.45% 07/16/31	AUTOMOTIVE	0.3
CSC HOLDINGS LLC 5.75% 01/15/30	CABLE & SATELLITE TV	0.2

### Top 5 Holdings - Convertible Bonds<sup>3</sup>

Top 5 Holdings - Convertible Bonds <sup>3</sup>	Sector	%
BROADCOM INC 8% 09/30/22	TECHNOLOGY	0.7
DANAHER CORP 5% 04/15/23	HEALTHCARE	0.7
PALO ALTO NETWORKS 0.375% 06/01/25	TECHNOLOGY	0.6
MICROCHIP TECHNOLOGY INC 0.125% 11/15/24	TECHNOLOGY	0.6
SNAP INC 0% 05/01/27	MEDIA	0.5

### Top 5 Holdings - Equities / Equity Securities<sup>3</sup>

Top 5 Holdings - Equities / Equity Securities <sup>3</sup>	Sector	%
ALPHABET INC-CL A	COMMUNICATION SERVICES	1.8
MICROSOFT CORP	IT	1.8
FACEBOOK INC-CLASS A	COMMUNICATION SERVICES	1.8
APPLE INC	IT	1.7
AMAZON.COM INC	CONS. DISC.	1.5

### Statistics Summary

Average Coupon - Convertible Bonds	1.76%
Average Coupon - High Yield Bonds	5.82%
Effective Duration - High Yield Bonds	4.20 years
Yield to Maturity - High Yield Bonds	5.18%
Dividend Yield - Equities / Equity Securities	0.74%
Credit Quality - High Yield Bonds: BBB- or above <sup>4</sup>	0.00%
Credit Quality - High Yield Bonds: Below BBB- <sup>4</sup>	31.82%
Credit Quality - Convertible Bonds: BBB- or above <sup>4</sup>	15.51%
Credit Quality - Convertible Bonds: Below BBB- <sup>4</sup>	14.97%



+852 2238 8000  
hk.allianzgi.com

Scan QR code for fund documents

## Portfolio Analysis

Dividend History <sup>5</sup>	Dividend / Share	Annualised Dividend Yield <sup>6</sup>	Ex-Dividend Date
Class AM (USD) Dis.	USD 0.06000	7.33%	16/08/2021
Class AM (HKD) Dis.	HKD 0.06000	7.62%	16/08/2021
Class AM (H2-AUD) Dis.	AUD 0.06000	7.65%	16/08/2021
Class AM (H2-CAD) Dis.	CAD 0.05500	7.37%	16/08/2021
Class AM (H2-EUR) Dis.	EUR 0.05167	6.66%	16/08/2021
Class AM (H2-GBP) Dis.	GBP 0.05200	6.90%	16/08/2021
Class AM (H2-RMB) Dis.	CNY 0.06900	9.76%	16/08/2021
Class AM (H2-SGD) Dis.	SGD 0.06000	7.73%	16/08/2021
Class AM (H2-NZD) Dis.	NZD 0.05100	7.35%	16/08/2021

## Fund Details

Share Class <sup>^</sup>	Class AM (USD) Dis.	Class AM (HKD) Dis.	Class AM (H2-AUD) Dis.	Class AM (H2-CAD) Dis.	Class AM (H2-EUR) Dis.	Class AM (H2-GBP) Dis.	Class AM (H2-RMB) Dis.	Class AM (H2-SGD) Dis.	Class AM (H2-NZD) Dis.
Fund Manager	Doug Forsyth								
Fund Size <sup>7</sup>	USD 38,277.62m								
Number of Holdings	502 (High Yield Bonds: 270, Convertible Bonds: 158, Equities / Equity Securities: 74)								
Base Currency	USD								
Subscription Fee (Sales Charge)	Up to 5%								
Management Fee (All-in-Fee <sup>8</sup> )	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.
Total Expense Ratio <sup>9</sup>	1.54%	1.54%	1.54%	1.54%	1.54%	1.54%	1.54%	1.54%	1.54%
Unit NAV	USD 10.34	HKD 9.95	AUD 9.92	CAD 9.42	EUR 9.77	GBP 9.50	CNY 9.04	SGD 9.82	NZD 8.76
Inception Date	16/10/2012	01/03/2013	15/10/2012	02/05/2013	02/05/2013	02/05/2013	14/06/2013	01/07/2013	02/12/2013
Dividend Frequency <sup>5</sup>	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
ISIN Code	LU0820561818	LU0820561909	LU0820562030	LU0820562113	LU0913601281	LU0820562386	LU0820562469	LU0943347566	LU0994605391
Bloomberg Ticker	ALLIGAM LX	ALLGAME LX	ALLIGAH LX	ALZAH2C LX	ALZAH2E LX	ALZAH2G LX	ALZAH2R LX	ALIGH2S LX	ALAMH2N LX
<b>Cumulative Returns (%)</b>									
Year to Date	9.39	9.79	9.00	9.16	8.74	9.16	10.83	9.21	9.09
1 Year	19.45	19.92	18.48	18.89	18.23	18.93	21.86	19.11	18.81
3 Years	42.86	41.63	37.17	39.14	34.05	36.72	47.05	39.88	38.64
5 Years	74.23	74.77	68.49	67.79	56.77	62.50	87.04	68.87	71.27
Since Inception	123.96	112.70	135.59	101.27	83.68	92.56	136.38	102.19	101.83
<b>Calendar Year Returns (%)</b>									
2020	21.94	21.37	18.98	20.46	19.63	19.79	23.26	20.94	19.93
2019	19.49	18.91	18.35	18.46	16.24	17.50	19.61	18.55	18.52
2018	-4.89	-4.69	-5.27	-5.65	-7.59	-6.80	-3.60	-5.70	-5.09
2017	12.55	13.29	13.03	11.83	10.21	11.16	16.43	11.87	13.28
2016	8.96	8.97	10.01	8.65	7.69	8.50	10.97	9.27	10.46

Opportunities <sup>10</sup>

Attractive potential returns of equities with other equity securities (ie. covered call, short-call option), high-yield bonds and convertible bonds
Equities with covered call strategies (pair a long position with a short-call option on the same stock) are used opportunistically to generate income in a range-bound and a falling market. It may also reduce exposure to equity market volatility
Investments specifically in the U.S. capital market
Currency gains possible against investor currency in unit classes not hedged
Flexible investment policy permits better use of opportunities
Broad diversification across numerous securities
Potential additional returns from security analysis and active management

Risks <sup>10</sup>

Equities and other equities securities (ie. covered call, short-call option), high-yield bonds and convertible bonds may be subject to volatility and loss risks. The volatility of the fund unit price may be strongly increased
Equities with covered call strategies may cause the Fund to forego any appreciation if the underlying stock price moved above the option's strike price. This limits the growth potential of the Fund. The underlying stock may fall more than the respective call premium, resulting in losses that exceed the received premium
Underperformance of the U.S. capital market possible
Currency losses possible against investor currency in unit classes not hedged
Flexible investment policy is no guarantee that losses will be excluded
Limited participation in the potential of individual securities
Success of single security analysis and active management not guaranteed
Any distributions involving payment of distributions out of the Fund's capital may result in an immediate decrease in the Net Asset Value per Share and may reduce the capital available for the Fund for future investment and capital growth
Distribution may comprise of both income and/or realized gains and will vary depending on market conditions

Source: All fund data quoted are Allianz Global Investors/IDS GmbH/Morningstar, as at 31/08/2021, unless stated otherwise.

Fund performance is calculated on NAV to NAV basis in denominated currency of the respective share class with gross dividends re-invested. HKD/USD based investors are exposed to foreign exchange fluctuations.

^ The currency-hedged share classes are not recommended for investors whose base currency of investment is not in respective hedged currencies.

- 1) Source: Morningstar, as at 31/07/2021. Copyright © 2021 Morningstar Asia Limited ("Morningstar"). All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.
- 2) Source: Fund Selector Asia. The fund award winners were selected through both quantitative and qualitative methods. FE Fundinfo used its Crown Rating methodology to assess funds based on alpha, volatility and consistency of performance from from 30 June 2016 to 30 June 2019 and create a shortlist for 14 asset classes. The shortlist was given to an independent panel of professionals from Asia's fund selector community in Hong Kong. Each judge selected the funds he or she thought would outperform in the next 12 months.
- 3) Securities may be held directly or indirectly via other investment vehicles.
- 4) Credit Quality refers to a measure of creditworthiness of the underlying securities of the portfolio and this may change over time. The portfolio itself has not been rated by an independent rating agency. For the purpose of this document, the letter rating, which may be based on bond ratings by using ICE's methodology (average rating among S&P, Moody's and Fitch), is provided to indicate the credit rating of the portfolio's underlying bonds and generally ranges from AAA (highest) to D (lowest). For unrated bonds rating, these may be assigned based on the AllianzGI's internal assessment around the issuer's cash flow, operating capabilities and financial situation according to the issuers' SEC filings (10-Ks, Qs, Sis, etc.). The Credit Quality is provided for informational purposes only.
- 5) Dividend payments are applicable for Class AM Dis (monthly distribution) and for reference only. Yields are not guaranteed, dividend may be paid out from capital (Class AM). This may result in an immediate decrease in the NAV per share and may reduce the capital available for the Fund for future investment and capital growth. Positive distribution yield does not imply positive return.
- 6) Annualised Dividend Yield =  $[(1 + \text{Dividend Per Share} / \text{Ex-Dividend Date NAV})^{12} - 1] \times 100$ . The annualised dividend yield is calculated based on the latest dividend distribution with dividend reinvested, and may be higher or lower than the actual annual dividend yield. Positive distribution yield does not imply positive return. Dividend is not guaranteed. Historical dividend yield is not indicative of future dividend payouts.
- 7) The Fund Size quoted includes all share classes of the Fund.
- 8) The All-in-Fee includes the expenses previously called management and administration fees.
- 9) Total Expense Ratio (TER): Total cost (except transaction costs) charged to the Fund during the last financial year (as at 30/09/2020) expressed as a ratio of the Fund's average NAV. For share classes that have been incepted for less than one year as at close of the last financial year (please refer to the Inception Date in the Fund Details table), the TER will be annualised. For share classes incepted after the close of the last financial year, the TER will be reflected as N/A.
- 10) The investment opportunities described herein are for reference only but not guaranteed and are not indicative of future performance. The risks described herein are not meant to be exhaustive, please refer to the offering documents for details of risk factors.

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Investing in fixed income instruments (if applicable) may expose investors to various risks, including but not limited to creditworthiness, interest rate, liquidity and restricted flexibility risks. Changes to the economic environment and market conditions may affect these risks, resulting in an adverse effect to the value of the investment. During periods of rising nominal interest rates, the values of fixed income instruments (including short positions with respect to fixed income instruments) are generally expected to decline. Conversely, during periods of declining interest rates, the values are generally expected to rise. Liquidity risk may possibly delay or prevent account withdrawals or redemptions. Investment involves risks, in particular, risks associated with investment in emerging and less developed markets. Past performance is not indicative of future performance. Investors should read the offering documents for further details, including the risk factors, before investing. This material and website have not been reviewed by the Securities and Futures Commission of Hong Kong. Issued by Allianz Global Investors Asia Pacific Limited.

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