

**Allianz Core Plus (formerly known as  
“Allianz Preferred Securities and Income”)**
**PRODUCT KEY FACTS**  
February 2022

- *This statement provides you with key information about Allianz Core Plus (the “Sub-Fund”).*
- *This statement is a part of the offering document.*
- *You should not invest in this product based on this statement alone.*

**Quick facts**

<b>Manager:</b>	Allianz Global Investors Asia Pacific Limited
<b>Investment Manager:</b>	Allianz Global Investors U.S. LLC (based in United States, internal delegation)
<b>Trustee:</b>	HSBC Institutional Trust Services (Asia) Limited
<b>Dealing Frequency:</b>	Daily (each business day banks and exchanges are open in Hong Kong and United States)
<b>Base Currency:</b>	USD
<b>Dividend Policy:</b>	<p>Class A – distributions (if any) will be distributed annually on 15 July (subject to the Manager’s discretion)</p> <p>Class AM / AMg – distributions (if any) will be distributed on 15<sup>th</sup> of every month (subject to the Manager’s discretion)</p> <p>Class AT – no distributions will be paid and all income will be reinvested</p> <p>Distribution payments may, at the discretion of the Manager, be made out of the Sub-Fund’s income and/or capital (Class A/AM/AMg). The Manager may at its sole discretion also pay distribution out of gross income while charging/paying all or part of the Sub-Fund’s fees and expenses to/out of the capital of the Sub-Fund, resulting in an increase in distributable income for the payment of dividends by the Sub-Fund and therefore, the Sub-Fund may effectively pay dividend out of capital (Class AMg). Distributions out of capital may result in an immediate decrease of the net asset value (“NAV”) per unit of the Sub-Fund. The Manager may amend the policy with respect to the payment of distribution out of the Sub-Fund’s income and/or capital subject to the SFC’s prior approval and by giving not less than one month’s prior notice to investors.</p>
<b>Financial year end of the Sub-Fund:</b>	30 June
<b>Minimum Investment:</b>	
<b>Initial</b>	HKD 50,000**
<b>Subsequent</b>	HKD 10,000**

\*\*or equivalent in any other available currency

**Ongoing Charges over a year**

Class AM HKD*	1.67%
Class AM USD*	1.72%
Class AM H2-AUD*	1.70%
Class AM H2-CAD*	1.70%
Class AM H2-EUR*	1.55%
Class AM H2-GBP*	1.63%
Class AM H2-NZD*	1.66%
Class AM H2-RMB*	1.68%
Class AM H2-SGD*	1.57%
Class AMg HKD*	1.68%
Class AMg USD*	1.68%
Class AMg H2-AUD*	1.69%
Class AMg H2-CAD*	1.70%
Class AMg H2-EUR*	1.68%
Class AMg H2-GBP*	1.63%
Class AMg H2-NZD*	1.68%
Class AMg H2-RMB*	1.68%
Class AMg H2-SGD*	1.57%

\*The ongoing charges figures are calculated based on the annualized costs incurred by the Sub-Fund for the period from 1 July 2021 to 31 December 2021 divided by the average net assets over the same period based on the information in the latest interim unaudited financial statement for the period ended 31 December 2021. It is provided for each unit class available within the Sub-Fund. This figure may vary from year to year.

## What is this product?

Allianz Global Investors Asia Fund (the "Trust") is an umbrella unit trust constituted under the laws of Hong Kong pursuant to the Trust Deed. The Sub-Fund is a sub-fund of the Trust.

## Investment Objective

The investment objective is to seek to achieve income and long-term capital appreciation by investing in a broad range of interest bearing securities.

## Investment Strategy

At least 70% of the Sub-Fund's NAV are invested in a broad range of interest bearing securities issued by (i) U.S and non U.S. governments and their subdivisions, agencies and government-sponsored enterprises, (ii) supranational entities, or (iii) public and private companies. Interest bearing securities invested by the Sub-Fund include but are not limited to government bonds, floating rate notes, convertible bonds, corporate bond, mortgage-backed securities and asset-backed securities. Less than 30% of the Sub-Fund's NAV may be invested in securities other than those mentioned above, cash and/or money market instruments.

Subject to the credit rating criteria on the interest bearing securities as mentioned below, up to 100% of the Sub-Fund's NAV may be invested in mortgage-backed securities and asset-backed securities.

Less than 30% of the Sub-Fund's NAV may be invested in interest bearing securities, which at the time of purchase, have a rating of BB+ or below. The rating mentioned above means rating rated by Standard and Poor's or any other internationally recognized rating agency at the time of its acquisition and, in the case that no rating is given to the relevant investment, but, in the opinion of the Investment Manager, if such investment was to be rated, it would likely have carried such rating at the time of its acquisition.

The Sub-Fund may invest up to 15% of its NAV in securities issued in emerging markets.

The Sub-Fund may invest less than 30% of its NAV in instruments with loss-absorption features (including contingent convertible bonds, senior non-preferred debt securities, instruments issued under the resolution regime for financial institutions and other capital instruments issued by banks or other financial institutions). These instruments may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger events.

The Sub-Fund's investments are mainly denominated in USD. The Sub-Fund intends to hedge non-USD exposure to USD in respect of investments which are denominated in currencies other than USD.

The Sub-Fund may invest in derivatives such as options, warrants and futures for hedging and investment purposes.

It is not the Manager's current intention to engage in securities lending, repurchase transactions (including reverse repurchase agreements) or similar over-the-counter transactions for the account of the Sub-Fund.

The Sub-Fund may, in aggregate, directly or indirectly invest up to 10% of its NAV in China A shares and B shares.

The Sub-Fund may invest up to 10% of its NAV in securities issued by or guaranteed by any single sovereign issuer (including its government, a public or local authority of that country) with a credit rating below investment grade or with no credit ratings being assigned.

## Use of derivatives/investment in derivatives

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's NAV.

## What are the key risks?

**Investment involves risks. Please refer to the Prospectus for details including the risk factors.**

### 1. Investment Risk/General Market Risk

- The Sub-Fund is an investment fund. There is no guarantee of the repayment of principal. The instruments invested by the Sub-Fund may fall in value.
- The Sub-Fund invests in securities, and is exposed to various general trends and tendencies in the economic situation as well as markets, especially in the securities markets, which are partially attributable to irrational factors. Such factors could lead to substantial and longer-lasting drops in prices affecting the entire market. Securities from top-rated issuers are subject to essentially the same general market risk as other securities and assets.

**2. Sovereign debt risk**

- The Sub-Fund's investment in securities issued or guaranteed by governments may be exposed to political, social and economic risks. In adverse situations, the sovereign issuers may not be able or willing to repay the principal and/or interest when due or may request the Sub-Fund to participate in restructuring such debts. The Sub-Fund may suffer significant losses when there is a default of sovereign debt issuers.

**3. Risks associated with asset-backed securities ("ABS") and mortgage-backed securities ("MBS")**

- The Sub-Fund invests in ABS and MBS which may be highly illiquid and prone to substantial price volatility. These instruments may be subject to greater general market risk, concentration risk, credit and counterparty default risk, liquidity risk and interest rate risk compared to other debt securities. They are often exposed to risks that the payment obligations are met prematurely (prepayment risk) or delayed (extension risk) and risks that the payment obligations relating to the underlying assets are not met, which may adversely impact the returns of the securities and timing and size of the cash flows paid by such securities.

**4. Creditworthiness Risk/Credit Rating Risk/Downgrading Risk**

- The creditworthiness (solvency and willingness to pay) of the issuer of an asset in particular of a debt security or money-market instrument held by a Sub-Fund may subsequently fall. This usually leads to a decrease in the price of the asset greater than that caused by general market fluctuations. All these factors may adversely impact the net asset value of the Sub-Fund.
- 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.
- The interest-bearing securities held by the Sub-Fund may be downgraded and may fall in value. This will also lead to a fall in the net asset value of the Sub-Fund. The Investment Manager may or may not be able to dispose of the securities that are being downgraded.

**5. Counterparty Risk**

- To the extent that transactions are not handled through an exchange (OTC trades), there is a risk that a counterparty may default or not completely fulfil its obligations in addition to the general risk of settlement default. This is particularly true of OTC financial derivative instruments and other transactions based on techniques and instruments. A default of the counterparty might result in losses for the Sub-Fund.

**6. Geographical Concentration Risk**

- The Sub-Fund invests globally with no prescribed concentration on specific countries or regions, but may be concentrated in a specific country or region from time to time. During such circumstances, the value of the Sub-Fund may be more volatile than that of a fund having at the relevant times a more diverse portfolio of investments, and may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the relevant countries or regions.

**7. Risk of Interest Rate Changes**

- To the extent that this Sub-Fund invests in securities which bear interest (e.g. government bonds, floating rate notes, convertible bonds, corporate bond, mortgage-backed securities and asset-backed securities etc.), it is exposed to interest rate fluctuations and credit risks, such as risk of default by or downgrading of issuers. If market interest rates rise, the value of the interest-bearing assets held by the Sub-Fund may decline substantially. This applies to an even greater degree if this Sub-Fund also holds interest-bearing securities with a longer time to maturity and a lower nominal interest rate.

**8. Valuation Risk**

- Valuation of the Sub-Fund assets may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the NAV calculation of the Sub-Fund.

**9. Risk related to distribution out of capital and distribution effectively out of capital**

- Payment of distributions out of capital/distributions effectively out of capital represents a return or withdrawal of part of the amount investors originally invested and/or capital gains attributable to the original investment.
- Any distributions involving payment of distributions out of the Sub-Fund's capital/distributions effectively out of capital may result in an immediate decrease in the NAV per distribution unit and may reduce the capital available for the Sub-Fund for future investment and capital growth.
- The distribution amount and NAV of any hedged unit classes of the Sub-Fund may be adversely affected by differences in the interests rates of the reference currency of the hedged unit classes and the base currency of the Sub-Fund, resulting in an increase in the amount of distribution that is paid out of capital and hence a greater erosion of capital than other non-hedged unit classes.

## 10. Derivatives Risk

- The Sub-Fund may invest in derivatives, which may expose the Sub-Fund to higher counterparty leverage, liquidity, valuation, volatility, market and over the counter transaction risks, all of which may adversely impact the net asset value of the Sub-Fund. The leverage component of a financial derivatives instrument ("FDI") can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund.
- The Sub-Fund's use of FDI in hedging and/or for investment purposes may become ineffective and/or cause the Sub-Fund to suffer significant losses.

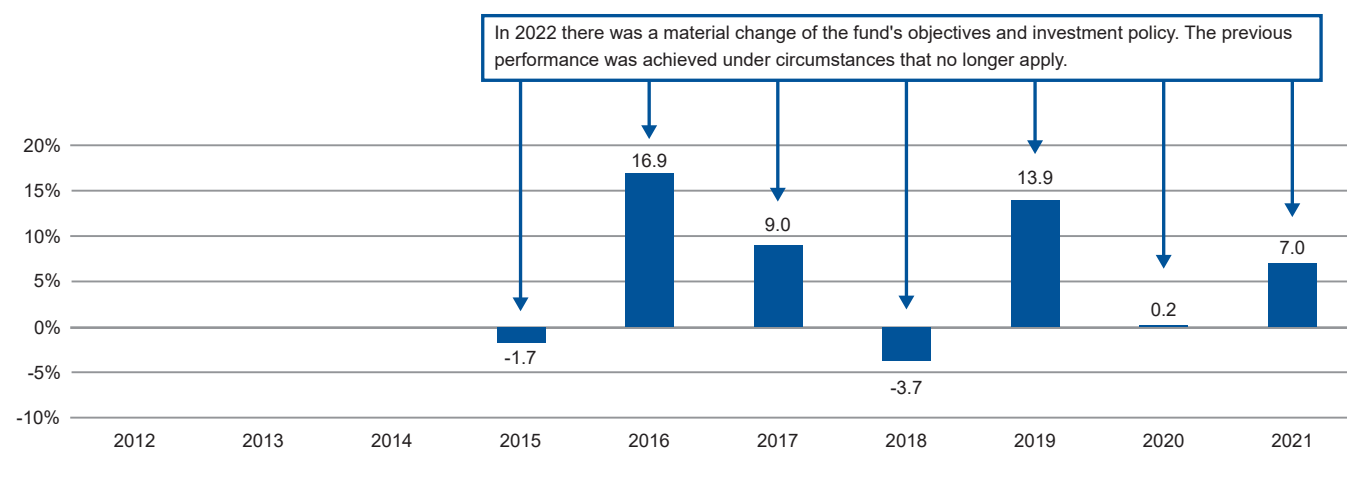
## 11. Currency risk

- Underlying investments of the Sub-Fund may be denominated in currencies other than the base currency of the Sub-Fund. Also, a class of units may be designated in a currency other than the base currency of the Sub-Fund. The NAV of the Sub-Fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

## 12. Renminbi ("RMB") Risk

- The Sub-Fund has unit class(es) denominated in onshore Chinese Renminbi. The Chinese Renminbi traded in Mainland China is not freely convertible and is subject to exchange controls, policies and restrictions imposed by the PRC authorities. Such policies may limit the depth of the Chinese Renminbi market available outside of Mainland China, and thereby may reduce the liquidity of the Sub-Fund. Under exceptional circumstances, payment of redemptions and/or dividend payment in RMB may be delayed due to the exchange controls and restrictions applicable to RMB. Furthermore although offshore Renminbi and onshore Renminbi are the same currency, they trade at different rates. Any divergence between offshore Renminbi and onshore Renminbi may adversely impact investors.
- Non-RMB based investors are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' home currency will not depreciate. Any depreciation of RMB could adversely affect the value of investors' investment in the RMB denominated unit classes and the value of investments in Chinese Renminbi assets.

## How has the Sub-Fund performed?



- Unit Class\*: AM H2-RMB
- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-to-NAV, with dividend reinvested.
- These figures show by how much the Unit Class increased or decreased in percentage during the calendar year being shown.
- Performance data has been calculated in CNH including on-going charges and excluding subscription fee and redemption fee you might have to pay.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund inception date: 2014
- Unit Class inception date: 2014

\*Representative unit class – Retail unit class that is authorized and launched in Hong Kong with the longest track record.

## Is there any guarantee?

This Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

## What are the fees and charges?

### Charges which may be payable by you

You may have to pay the following fees when dealing in the units of the Sub-Fund.

Fee (Class A/AM/AMg/AT)	What you pay
<b>Subscription Fee</b>	Up to 5% of the subscription price per unit
<b>Switching Fee (Conversion Fee)</b>	Up to 5% of the subscription price per unit
<b>Redemption Fee</b>	Not applicable

### Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % p.a. of the NAV)
<b>Management Fee (Class A/AM/AMg/AT)</b>	Maximum: 2.00% Current: 1.20%
<b>Trustee Fee</b>	0.07% on the first USD50 million of the NAV 0.05% on the next USD50 million of the NAV 0.04% on the next USD200 million of the NAV 0.035% on the remaining balance of the NAV
<b>Performance Fee</b>	Not applicable
<b>Administration Fee</b>	Not applicable

### Other fees

You may have to pay other fees when dealing in the units of the Sub-Fund. The Sub-Fund will also bear the costs which are directly attributable to it, as set out in the Prospectus.

### Additional information

- You generally buy and redeem units at the Sub-Fund's next-determined NAV after the Manager receives your request in good order on or before 5:00p.m. (Hong Kong time) on any dealing day. Intermediaries who sell this Sub-Fund may impose different dealing deadlines for receiving requests from investors. Investors should pay attention to the arrangements of the intermediary concerned.
- The NAV of this Sub-Fund is calculated and the price of units published each valuation day. They are available online at [hk.allianzgi.com](http://hk.allianzgi.com).
- The compositions of the distributions (i.e. the relative amounts paid out of (i) net distributable income, and (ii) capital) for the last 12 months are available from the Manager on request and also on its website ([hk.allianzgi.com](http://hk.allianzgi.com)).
- Investors may obtain the past performance information of other unit classes offered to Hong Kong investors from the Manager on request and also on the website ([hk.allianzgi.com](http://hk.allianzgi.com)).

### Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.