Allianz Smart Energy

PRODUCT KEY FACTS
August 2022

- ***This statement provides you with key information about Allianz Smart Energy (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

Management Company:	Allianz Global Investors GmbH Investment management performed by Management Company (Allianz Global Investors GmbH, Germany (Headquarter)) and the entity listed in the "Investment Manager" section below
Investment Manager:	Allianz Global Investors Asia Pacific Limited, based in Hong Kong (internal delegation)
Depositary:	State Street Bank International GmbH, Luxembourg Branch
Dealing Frequency:	Daily; each day banks and exchanges are open in Hong Kong, Germany, Luxembourg and the United States
Base Currency:	USD
Dividend Policy:	Distribution Shares (Class A) – will be distributed annually on 15 December (subject to the Company's discretion) Distribution Shares (Class AM/AMg) – will be distributed on 15th of every month (subject to the Company's discretion) Accumulation Shares (Class AT) – all income are reinvested Dividend payments may, at the sole discretion of the Company, be made out of the Sub-Fund's income and/or capital (Class A/AM/AMg). The Company 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 or effectively out of capital may result in an immediate decrease of the NAV per share of the Sub-Fund.
Financial year end of the Sub-Fund:	30 September
Minimum Investment:	
Initial	USD 5,000 (or equivalent amount in other available currencies) or EUR 5,000 or HKD 50,000 or RMB 50,000
Subsequent	USD 1,000 (or equivalent amount in other available currencies) or EUR 1,000 or HKD 10,000 or RMB 10,000
Ongoing Charges over a year*	
Class A / AM / AMg / AT	1.97%

*The ongoing charges figures are calculated based on the costs incurred by the Sub-Fund over a 12-month period divided by the average net assets over the same period based on the information in the latest audited financial statement for the year ended 30 September 2021. It is provided for each share class available within the Sub-Fund. This figure may vary from year to year. It includes All-in-Fee plus the Luxembourg tax (Taxe d'Abonnement) and excludes transaction cost. Rounding differences may occur.

What is this product?

The Sub-Fund is a sub-fund of Allianz Global Investors Fund (the "Company"), which is constituted as an open ended investment company in Luxembourg. It is regulated by Commission de Surveillance du Secteur Financier ("CSSF") in Luxembourg.

Investment Objective

Long-term capital growth by investing in global equity markets with a focus on companies with an engagement in the area of smart energy or transition of energy usage in accordance with the SDG-Aligned Strategy Type A (as described below).

Investment Strategy

At least 90% of Sub-Fund assets are invested in equities of companies engaging in the area of smart energy or transition of energy usage, i.e. companies which, using technology, offer products, services or solutions with active positive contribution to the shift away from fossil fuels, enhancing resilience of the sustainable energy infrastructure, creating renewable sources of energy generation, developing or manufacturing energy storage systems and improving energy efficiency and access to sustainable energy consumption.

With the adoption of the SDG-Aligned Strategy Type A, the investment manager identifies and invests in companies that operate within the area of smart energy or transition of energy usage, and that deliver outputs in the form of product, service or solution that, as judged by the investment manager based on both quantitative and qualitative analysis, facilitate the achievement of one or more of the following Sustainable Development Goals ("SDG") targets set by the United Nations General Assembly:

(i) Affordable and clean energy
(ii) Sustainable cities and communities
(iii) Responsible and sustainable consumption & production
(iv) Take urgent action to combat climate change and its impacts

For quantitative assessment, at least 20% of the revenue and/or profits (as of today or short to medium term) of each company invested by the Sub-Fund and at least 50% of the weighted average revenue and/or profits of all companies invested in by the Sub-Fund are generated from the area of smart energy or transition of energy usage that facilitate the achievement of one or more SDG targets. For qualitative assessment, the investment manager considers the environment, social, governance, human rights and business behavior domains of the issuers and will exclude companies where the underlying business of such companies may bring significant harm to either the environment or the society in accordance with principal adverse impact indicators (as detailed in the Hong Kong Prospectus). Based on the above quantitative and qualitative assessment, the investment manager assigns an overall score on the achievement of SDG targets (the "impact score") to companies to apply negative or positive screens on the Sub-Fund's investment universe by excluding and including companies whose impact scores are below or above prescribed threshold as determined by the investment manager from time to time. In assessing a security or issuer, the investment manager makes use of a range of tools (including a proprietary tool) and data sources, including but not limited to proprietary and external fundamental research and external Environment, Social and Governance ("ESG") ratings for consideration in the selection process of a security or issuer and/or engagement with the issuer (whether before or after investment).

In addition, minimum exclusion criteria are applied for (i) securities issued by issuers which severely violate the United Nations Global Compact Principles as determined by the investment manager based on proprietary and external data, (ii) securities issued by issuers involved in controversial weapons (anti-personnel mines, cluster munitions, chemical weapons, biological weapons, depleted uranium, white phosphorus, and nuclear weapons), (iii) securities issued by issuers that derive more than 10% of their revenues from weapons, military equipment and military services, (iv) securities issued by issuers that derive more than 10% of their revenue from thermal coal extraction, (v) securities issued by utility issuers that generate more than 20% of their revenues from coal, (vi) securities issued by issuers involved in the production of tobacco, (vii) securities issued by issuers involved in the distribution of tobacco more than 5% of their revenues, and (viii) securities issued by issuers that generate more than 30% of their revenue from upstream oil or coal mining or power generation from these fuels. In respect of issuers violating the aforesaid item (i), the securities issued by such issuers will be divested if the issuers are unwilling to change after engagement. In respect of issuers violating the aforesaid items (ii) – (viii), the securities issued by such issuers will be divested. The current exclusion criteria may be updated from time to time. To undertake this exclusion, various external data and research providers are used.

Up to 10% of Sub-Fund assets may be invested in equities other than the above, which may or may not be equities related to climate change or green or environmental, social and governance or sustainability factors.

Up to 100% of Sub-Fund assets may be invested in emerging markets.

Up to 10% of Sub-Fund assets may be invested in the China A-Shares market either directly via Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (the "Stock Connect") or indirectly through all eligible instruments.

Up to 10% of Sub-Fund assets may be invested in instruments with loss-absorption features (i.e. contingent convertible bonds). These bonds may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger events.

The Sub-Fund may use financial derivative instruments (“**FDI**”) for efficient portfolio management (including hedging) and/or investment purpose.

The Sub-Fund is managed in reference to MSCI AC WORLD (ACWI) TOTAL RETURN NET (“**Benchmark**”) where the Benchmark plays a role for measurement and comparison of the Sub-Fund’s performance. However, due to the active management approach adopted by the investment manager, the performance of the Sub-Fund and the performance of the Benchmark may differ.

Use of derivatives/investment in derivatives

The Sub-Fund’s net derivative exposure may be up to 50% of the Sub-Fund’s net asset value.

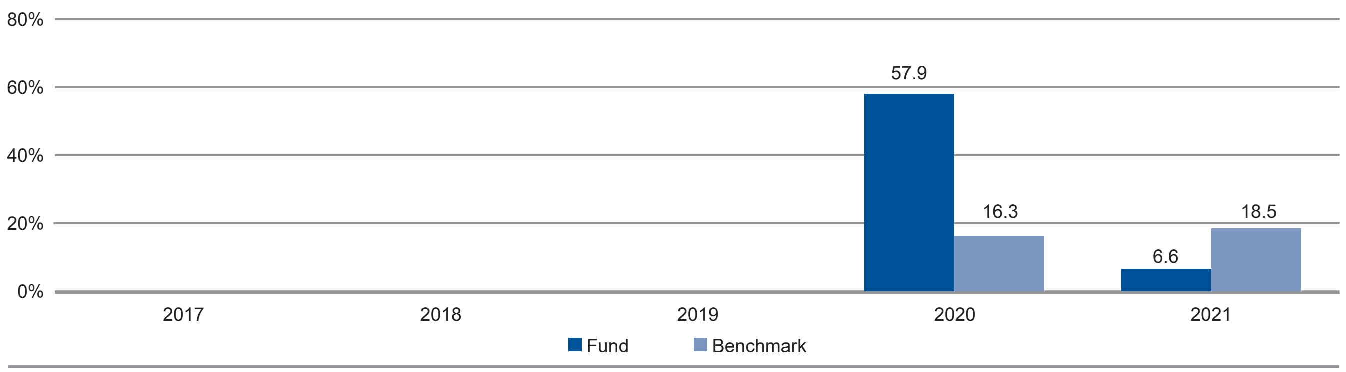
What are the key risks?

Investment involves risks. The Sub-Fund’s investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses. 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 (eg. equities), and is exposed to various general trends and tendencies in the economic and political situations as well as securities markets and investment sentiment, 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. All these factors may adversely impact the net asset value of the Sub-Fund.
2. **SDG-Aligned Strategy Type A Risk**
   - The Sub-Fund applies a proprietary model, proprietary and external ESG research, external ESG ratings assessments and/or minimum exclusion criteria which may adversely affect the Sub-Fund’s investment performance since the execution of the Sub-Fund’s strategy may result in foregoing opportunities to buy certain securities when it might otherwise be advantageous to do so, and/or selling securities when it might be disadvantageous to do so.
   - In assessing the eligibility of an issuer based on ESG research, there is a dependence upon information and data from third party ESG research data providers and internal analyses, which may be subjective, incomplete, inaccurate or unavailable. In addition, there is a lack of standardized taxonomy of SDG-Aligned investments. As a result, there is a risk of incorrectly or subjectively assessing a security or issuer or there is a risk that the Sub-Fund could have exposure to issuers who do not meet the relevant criteria.
   - The Sub-Fund focuses on SDG-Aligned investments, this may reduce risk diversifications. Consequently, the Sub-Fund may be particularly dependent on the development of these investments. As such, the Sub-Fund is likely to be more volatile than a fund that has a more diversified investment strategy. It may be more susceptible to fluctuations in value resulting from the impact of adverse conditions on these investments. This may have an adverse impact on the performance of the Sub-Fund and consequently adversely affect an investor’s investment in the Sub-Fund.
   - The securities held by the Sub-Fund may be subject to style drift which no longer meet the Sub-Fund’s investment criteria after the Sub-Fund’s investments. The investment manager might need to dispose of such securities when it might be disadvantageous to do so. This may lead to a fall in the Sub-Fund’s net asset value.
3. **Risk relating to energy industry**
   - The Sub-Fund focuses its investments on energy industry, which may increase the concentration risk. Consequently, the Sub-Fund is particularly susceptible to adverse development and risks in this industry or related industries or companies of such industries. The net asset value of the Sub-Fund may be more volatile than a diversified fund.
   - Companies in the energy industry are particularly susceptible to fiscal and monetary policies, such as subsidies to the energy sector (including research and development of sustainable or renewable energy infrastructures) and tax concessions. A change of such fiscal and monetary policies, due to political reasons or otherwise, may adversely impact the net asset value of the Sub-Fund.
4. **Emerging Market Risk**
   - The Sub-Fund invests in emerging markets which involve increased risks and special considerations not typically associated with investment in more developed economies or markets, such as greater political, tax, legal, economic, foreign exchange/control, liquidity, regulatory risks, settlement risks, custody risk and the likelihood of a high degree of volatility. The accounting, auditing and financial reporting standards may deviate substantially to the Sub-Fund’s detriment. All these factors may adversely impact the net asset value of the Sub-Fund.
5. **Currency Risk**
   - The Sub-Fund may hold assets denominated in foreign currencies other than its base currency. The Sub-Fund may also launch a class of shares that may be designated in a foreign currency other than the base currency of the Sub-Fund. Accordingly, the Sub-Fund and investors of such class of shares are exposed to a currency risk that if these foreign currency positions have not been hedged or if there is any change in the relevant exchange control regulations, the net asset value of the Sub-Fund may be affected unfavorably. Any devaluation of the foreign currency against the base currency of the Sub-Fund would cause the value of the assets denominated in the foreign currency to fall and adversely impact the investor.

6. **Company-specific Risk**
   - The Sub-Fund may invest in equities which may be affected by company-specific factors, such as the issuer's business situation. If a company-specific factor deteriorates, the price of the respective asset may drop significantly and for an extended period of time, possibly even without regard to an otherwise generally positive market trend. All these factors may adversely impact the net asset value of the Sub-Fund.
7. **Derivatives Risk**
   - The Sub-Fund may invest in derivatives, which may expose the Sub-Fund to higher leverage, valuation, volatility, counterparty, liquidity, 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 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 efficient portfolio management (including for hedging) and/or investment purpose may become ineffective and/or cause the Sub-Fund to suffer significant losses.
8. **Risk related to Distribution out of Capital and Distribution effectively out of Capital**
   - The 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 the Sub-Fund's capital may result in an immediate decrease in the net asset value per share and may reduce the capital available for the Sub-Fund for future investment and capital growth.
   - The distribution amount and NAV of any hedged share classes of the Sub-Fund may be adversely affected by differences in the interests rates of the reference currency of the hedged share 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 share classes.
9. **RMB Risk**
   - Share classes denominated in offshore Chinese Renminbi are subject to RMB risk. 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. Chinese Renminbi's exchange rate against other currencies, including eg. USD or HKD, is therefore susceptible to movements based on external factors. There can be no assurance that such exchange rates will not fluctuate widely. 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 share classes.

How has the Sub-Fund performed?



- Share class*: AT USD
- 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 share class increased or decreased in percentage during the calendar year being shown.
- Performance data has been calculated in USD 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.
- The Benchmark is MSCI AC WORLD (ACWI) TOTAL RETURN NET.
- Sub-Fund inception date: 2019
- Share Class inception date: 2019

*Representative share class – Retail share 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 shares of the Sub-Fund.

Fee (Class A/AM/AMg/AT)	What you pay
Subscription Fee	Up to 5% of the NAV
Switching Fee (Conversion Fee)	Up to 5% of the NAV (for switch-in)
Redemption Fee	No Redemption Fee is currently levied

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)
Management Fee (All-in-Fee) (Class A/AM/AMg/AT)	Current: 1.90% Maximum: 2.35%
Depositary Fee	The Depositary Fee is covered by All-in-Fee
Performance Fee	Not Applicable
Administration Fee	The Administration Fee is covered by All-in-Fee

Other fees

You may have to pay other fees when dealing in the shares of the Sub-Fund. The Sub-Fund will also bear the costs which are directly attributable to it, please refer to the section headed "FEES AND CHARGES" in the Prospectus for further details.

Additional information

- You generally buy and redeem shares at the Sub-Fund's next-determined net asset value (NAV) after Hong Kong Distributor/ Hong Kong Representative receives your request in good order on or before 5:00p.m. (Hong Kong time) on any Valuation Day which is also a Hong Kong Business Day.
- Intermediaries who sell this Sub-Fund may impose different dealing deadlines for receiving instructions for subscriptions, redemptions or conversions. Investors should pay attention to the arrangements of the intermediary concerned.
- The net asset value of this Sub-Fund is calculated and the price of shares published each Valuation Day. They are available online at 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 or since the launch of the Sub-Fund are available from the Hong Kong Representative on request and also on the website (hk.allianzgi.com).
- Investors may obtain the past performance information of other share classes offered to Hong Kong investors (if applicable) from the Hong Kong Representative on request and also on the website (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.