

# Eastspring Investments – Global Emerging Markets Bond Fund



## Key information

Asset class	Fixed Income
ISIN (Class A)	LU0640798913
Bloomberg ticker (Class A)	IOEMBAU LX
Fund size (mil)	2,243.5
Fund base currency	USD
Share class dealing currency (Class A)	USD
Net asset value (Class A)	USD 13.979
Inception date (Class A)	15-Jun-11
Domicile	Luxembourg
Fund type	UCITS
Style	
Emerging market hard currency debt	
Benchmark (BM)	
JP Morgan EMBI Global Diversified Index	
Portfolio Management:	
Eric Fang	
Years of experience - since 2004	
Investment manager	
Eastspring Investments (Singapore) Limited	

## Key measures

	Fund	BM
No. of issues	878	874
3Y tracking error (%)	2.72*	–
3Y sharpe ratio	0.19*	0.26
3Y standard deviation (%)	12.76*	10.81
Current Yield (%)	4.70	4.97
Yield to maturity (%)	4.63	4.26
Yield to worst (%)	4.56	4.25
Avg. Credit Quality	BB+	BB+
Duration (years)	7.90	7.77

\*Source: Morningstar

## Strategy Overview

The Fund aims to maximize total returns by investing primarily in US dollar denominated fixed income securities issued by sovereigns, quasi-sovereigns and corporate issuers within the Emerging Markets

## Investment Process

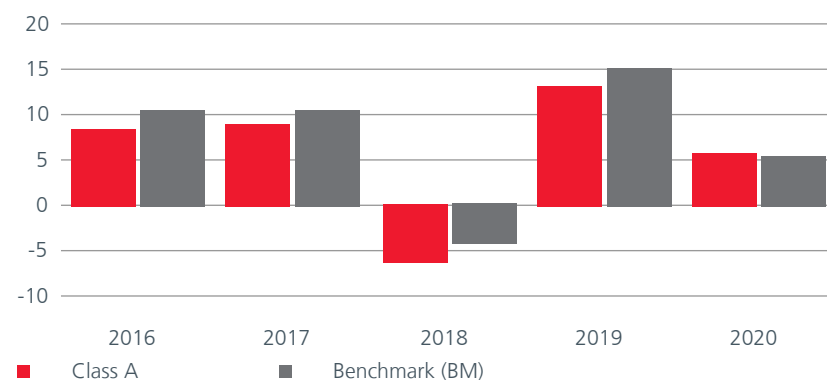
1. Conduct macroeconomic and market research to determine the investment outlook and establish the fair value of the broad interest rate, credit and currency markets
2. Combine fundamental, valuation and technical analyses of relevant markets to determine the portfolios' country/sector allocation, duration and yield curve strategy, as well as currency positioning
3. Combining both top-down and bottom-up analysis, we construct portfolios that reflect the team's duration/yield curve, sector, credit and currency risk preferences within the permitted risk parameters
4. Review portfolio risk exposures on an ongoing basis, with portfolio actions discussed with the broader investment team on a regular basis

## Why Eastspring

- ▶ Pursuit of alpha through a differentiated, Asian lens
- ▶ History of operating in some of the most diverse and inefficient markets in the world positions us well for emerging and developed markets investment
- ▶ Alignment of interests and history of investing alongside our clients
- ▶ Commitment of seed capital to innovate new strategies and willingness to customize solutions for clients
- ▶ Risk management is embedded in our DNA with a long history of managing liability-linked assets
- ▶ One of the largest fixed income managers in Asia, our scale allows us to establish a strong presence in local markets, which we believe helps facilitate strong primary deal allocation

## Performance

Calendar year returns (%) (Class A)



Source: Eastspring Investments (Singapore) Limited. Past performances is not a guide to future performance and should not be the sole factor of consideration when selecting a product. The returns shown during the first year relate to the performance of the share class since its inception to the end of that calendar year. For full details, please refer to the performance disclosure.

## Sector allocation (%)

	Fund	BM
Sovereign	33.9	55.9
Treasury	26.5	23.9
Foreign agencies	21.9	18.5
Banking	2.7	0.1
Other financial institutions	1.7	0.2
Home construction	1.4	0.0
Other industry	1.2	0.0
Electric	0.8	0.2
Others	6.9	1.2
Cash and cash equivalents	3.0	0.0

Due to rounding, the allocation table may not add up to 100% or may be negative.

## Country allocation (%)

	Fund	BM
China	6.8	4.3
Mexico	5.5	4.8
Indonesia	5.1	4.6
United Arab Emirates	5.0	3.8
Qatar	3.8	3.5
Egypt	3.7	2.7
Saudi Arabia	3.3	3.9
Chile	3.1	2.8
Others	60.7	69.6
Cash and cash equivalents	3.0	0.0

Due to rounding, the allocation table may not add up to 100% or may be negative.

## Ratings allocation (%)

	Fund	BM
AAA	0.1	0.0
AA	7.1	6.8
A	12.0	14.2
BBB	31.4	34.5
BB	14.3	13.9
B	23.7	25.3
CCC	4.1	4.0
D	0.3	0.6
Non-Rated	4.0	0.7
Cash and cash equivalents	3.0	0.0

Credit ratings by S&P/Moody's/Fitch.

Due to rounding, the allocation table may not add up to 100% or may be negative.

## Maturity allocation (%)

	Fund	BM
0 - 1 year	3.9	0.9
1 - 3 years	9.4	13.1
3 - 5 years	14.8	14.8
5 - 10 years	28.1	31.9
10+ years	40.9	39.3
Cash and cash equivalents	3.0	0.0

Due to rounding, the allocation table may not add up to 100% or may be negative.

## Top 10 holdings (%)

1.	1MDB GLOBAL INVESTMENTS LTD 4.4% 9-MAR-2023	1.1
2.	UNITED STATES TREASURY BILL 23-MAR-2021	0.9
3.	UNITED STATES TREASURY BILL 9-MAR-2021	0.9
4.	QATAR (STATE OF) 4.817% 14-MAR-2049	0.8
5.	ESIC SUKUK LTD 3.939% 30-JUL-2024	0.7
6.	RUSSIAN FEDERATION 5.25% 23-JUN-2047	0.6
7.	URUGUAY (ORIENTAL REPUBLIC OF) 5.1% 18-JUN-2050	0.6
8.	BAHRAIN (KINGDOM OF) 6% 19-SEP-2044	0.6
9.	UKRAINE REPUBLIC OF (GOVERNMENT) 7.253% 15-MAR-2033	0.5
10.	SAUDI ARABIA (KINGDOM OF) 4.5% 26-OCT-2046	0.5
	Sum Top 10 Concentration	7.2

## Performance

Class	Cumulative returns (%)				Annualised returns (%)			
	1 m	3 m	YTD	1 y	3 y (p.a.)	5 y (p.a.)	10 y (p.a.)	Since inception (p.a.)
Class A	-1.9	-1.5	-3.7	0.0	3.1	4.7	-	3.5
Benchmark (BM)	-2.6	-1.8	-3.6	0.9	4.5	5.9	-	5.5
Relative	0.7	0.3	-0.1	-0.9	-1.4	-1.2	-	-2.0

From	Rolling 12-month returns (%)				
	28 Feb 2020	28 Feb 2019	28 Feb 2018	28 Feb 2017	28 Feb 2016
To	28 Feb 2021	28 Feb 2020	28 Feb 2019	28 Feb 2018	28 Feb 2017
Class A	0.0	8.9	0.7	3.5	11.0
Benchmark (BM)	0.9	9.7	3.1	4.4	12.1
Relative	-0.9	-0.8	-2.4	-0.9	-1.1

## Performance Disclosure:

(p.a.): per annum. **Source: Eastspring Investments (Singapore) Limited.** Returns are based in share class currency and computed using the NAV price on bid-bid basis with net income reinvested. The NAV price is net of all fees, expenses and withholding taxes. Calendar year returns are based on the share class performance for the year and if the share class is inception during a particular year, the returns shown relate to the performance of the share class since its inception till end of that calendar year. Fees and expenses vary among share classes, further information is available in the Prospectus. Since inception returns for periods less than a year are not annualised. The benchmark for the hedged share classes, if any, is also calculated on a hedged basis. Benchmark is for information purposes only unless specifically referenced in the Investment Objective. Wef July 2018, the monthly fund and benchmark returns calculated are aligned to the last NAV date of the fund for the month. **Past performances is not a guide to future performance and should not be the sole factor of consideration when selecting a product.**

**Benchmark:** This Sub-Fund aims to outperform the return of JP Morgan Emerging Markets Bond Index Global Diversified Index ("Benchmark"). The Sub-Fund is actively managed. The Benchmark is used as a reference point for portfolio construction. The majority of the Sub-Fund's exposure to bonds will refer to, and have weightings derived from the Benchmark. The Investment Manager may use its discretion to invest in bonds not included in the Benchmark in order to take advantage of specific investment opportunities. It is thus expected that the performance of the Sub-Fund will moderately deviate from the Benchmark.

## Share class details

Class	Currency	Bloomberg ticker	ISIN	Inception date	*Minimum initial investment	*Minimum subsequent investment
Class A	USD	IOEMBAU LX	LU0640798913	15-Jun-11	USD500	USD50
Class Adm	USD	IOEMADM LX	LU0845998672	15-Oct-12	USD500	USD50
Class R	USD	EGEMBRU LX	LU2199555611	15-Jul-20	USD500	USD50

Class	Initial sales charges% (max)	Annual management fee% (max)	Annual admin fee% (max)	Initial sales charges% (current)	Annual management fee% (current)	Annual admin fee% (current)	Ongoing charges%
Class A	3.000	1.250	0.250	3.000	1.250	0.250	1.589
Class Adm	3.000	1.250	0.250	3.000	1.250	0.250	1.588
Class R	3.000	0.625	0.250	None	0.625	0.250	0.956

Class	Distribution frequency	Ex-date	Dividend per share	Annual dividend yield %
Class A	N.A.	N.A.	N.A.	N.A.
Class Adm	Monthly	01-Mar-21	0.0310455	5.00
Class R	N.A.	N.A.	N.A.	N.A.

Ongoing charges vary from year to year and do not include portfolio transaction cost. Ongoing charges are based on annualized expenses for the year ending December 2020 for Share Class A and Adm; Ongoing charges are based on estimated expenses of another share class for Share Class R.

R-class shares are not sold directly to investors, but to financial intermediaries that serve investors. The intermediary executes the purchase of the funds on behalf of the investor, as well as the sale and exchange. The Sales Charge may be modified for certain financial intermediaries who submit trades on behalf of eligible investors. As allowed in the Prospectus, Eastspring and the financial intermediaries have agreed to waive the Sales Charge for all purchases for the fee-based R share class. Always consult your financial adviser. For more about charges, see the prospectus.

Distributions are not guaranteed and may fluctuate. Past distributions are not necessarily indicative of future trends, which may be lower. Distribution payouts and its frequency are determined by the Board of Directors, and can be made out of (a) income; or (b) net capital gains; or (c) capital of the Fund or a combination of any of (a) and/or (b) and/or (c). The payment of distributions should not be confused with the Fund's performance, rate of return or yield. Any payment of distributions by the Fund may result in an immediate decrease in the net asset value per share. Funds with Monthly and Quarterly Distribution Frequency: Annualised Dividend yield = (Dividend per share / Reference NAV at start of distribution period) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. Funds with Yearly Distribution Frequency: Annualised Dividend Yield = (Dividend amount / Total Net Assets) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. \*Or their near equivalent in any major freely convertible currency of the amounts specified. "N.A.": This share class does not distribute dividends.

**IMPORTANT INFORMATION**

Prior to investing, Investors should read the Prospectus and Key Investor Information Document (“KIID”).

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