

- The Fund aims at long-term capital growth and income by investing in high yield rated corporate bonds of the United States of America ("US") bond markets.
- The Fund is exposed to significant risks which include investment/general market, country and region, emerging market, creditworthiness/credit rating/downgrading, interest rate, default, valuation and sovereign debt risks.
- 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 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 increase the risk of loss of original investment.
- The Fund may invest in financial derivative instruments ("FDI") for efficient portfolio management (including for hedging) which may expose to higher leverage, counterparty, liquidity, valuation, volatility, market and over the counter transaction risks. The Fund will not invest extensively in FDI for investment purpose.
- 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. Dividend payments are applicable for Class AM Dis (monthly distribution) and for reference only but not guaranteed. Positive distribution yield does not imply positive return. For details, please refer to the Fund's distribution policy disclosed in the offering documents.



01/2018

## Allianz US High Yield

Carving out US High  
Yield Opportunities with  
an Eagle's View

Multiple currency share classes (including  
currency-hedged share classes<sup>^</sup>) available  
AUD/CAD/EUR/GBP/HKD/NZD/SGD/USD

- Exposure to income and growth potential
- Portfolio risk diversification benefits
- Seek to offer higher income potential and provide a buffer as interest rate rises

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

**Allianz**   
Global Investors

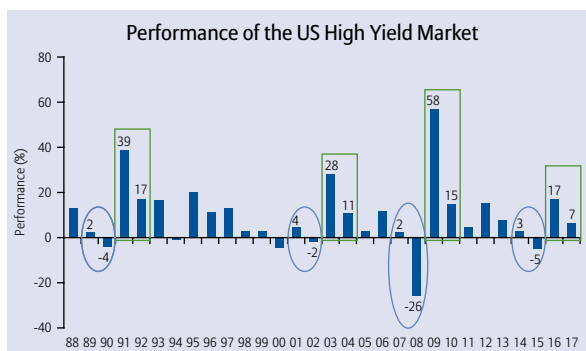
Understand. Act.

## Why invest in Allianz US High Yield (“the Fund”)?

- Despite global headwinds, US high yield bond market continues its improvement, as evidenced by the recent rapid spread tightening and low default rate.
- The Fund offers a defensive strategy to capture potential capital appreciation amid an outlook of economic recovery through its disciplined focus on securities selection and robust investment process.

## US high yield bonds offer attractive return

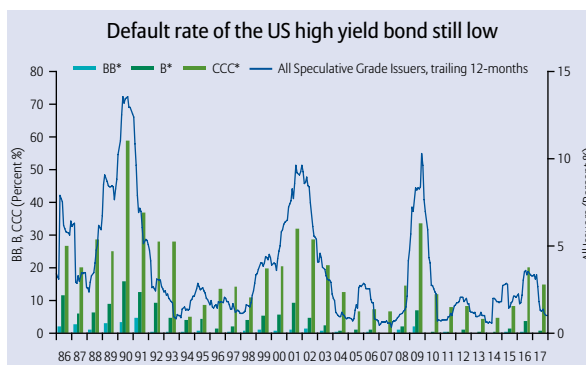
- Since 1988, US high yield bonds have consistently delivered positive calendar year performance in 23 out of 29 years (1988 to 2016), offering investors compelling returns.
- In addition, periods following a negative year in US high yield bonds tend to be positive and US high-yield could be poised to deliver a second consecutive year of annual gains.



Source: BofA Merrill Lynch. Note: High Yield performance is measured using BofA Merrill Lynch US High Yield Master II Index. The performance periods selected by a blue circle or a green rectangle are highlighted for illustrative purposes only to show historical similarities. Past performance is not indicative of future results. Data as at 30 September 2017.

## Lower default rates supported by strengthened fundamentals

- Default rates reached a level of 1.07% in September 2017. This rate remains below the historical average.



Source: BofA Merrill Lynch; JP Morgan; Allianz Global Investors. Data as at 30 September 2017. \* The letter credit ratings (i.e. BB, B, CCC) also includes its sub-categories.

## US high yield bonds offer higher income potential and a buffer as interest rates rise

- The US high yield market offers one of the most attractive yields compared to various fixed income asset classes<sup>†</sup>.
- Including high yield bonds in a portfolio may add stability, help to boost total return potential and provide a buffer in a rising rate environment.



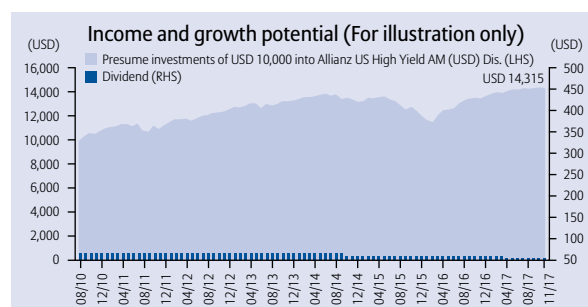
<sup>†</sup> Source: BofA Merrill Lynch, FactSet, JPMorgan. Data as at 30 September 2017.

# Fund Features

## 1. Exposure to income and growth potential

The chart on the right demonstrates an example of an investment of USD 10,000 in the Allianz US High Yield's Class AM (USD) Dis. which grew 43.1% since launch (2 August 2010) till 30 November 2017, with dividend reinvested. The AM share class aims to make monthly dividend payouts (yields are not guaranteed, dividend may be paid out from capital)<sup>Note</sup>.

(For details of fund performance, please refer to the next page.)



Source: Allianz Global Investors and IDS GmbH, as at 30 November 2017. The above example is for illustrative purpose only. The illustrative amount is based on the fund's cumulative return, including dividends distributed out during the period, calculated in USD on NAV to NAV basis with gross dividends re-invested. Assuming there is no additional subscription or withdrawal out of the original investment of USD10,000 throughout the period. It does not represent the actual return of the investment or dividend received by investors. Expenses including sales charge and cost of distributions are not taken into account. The actual return therefore may be less and is not guaranteed.

## 2. Attractive income opportunities available

The US high yield bonds offer higher coupon payouts compared to US Treasuries and other investment grade credits. Riding on the yield advantage, the Fund aims to provide the investors with the opportunities of potential income in multiple currency share classes.

### Dividend history of Allianz US High Yield

Dividend History Class AM Dis.	Dividend / Share	Annualised Dividend Yield**	Ex-Dividend Date
USD	USD 0.05500	8.73%	15/11/2017
HKD	HKD 0.05500	8.76%	15/11/2017
H2-AUD	AUD 0.06333	9.83%	15/11/2017
H2-CAD	CAD 0.05083	7.87%	15/11/2017
H2-EUR	EUR 0.03833	5.89%	15/11/2017
H2-GBP	GBP 0.04667	7.20%	15/11/2017
H2-SGD	SGD 0.05083	8.08%	15/11/2017
H2-NZD	NZD 0.06333	10.37%	15/11/2017

\*\* Annualised Dividend Yield =  $[(1 + \text{Dividend Per Share/Ex-Dividend Date NAV})^{12} - 1] \times 100$ . 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.

## 3. Portfolio risk diversification<sup>#</sup>

Over the past 10 years, high yield bonds have delivered higher returns with lower volatility as compared to equities. High yield bonds also typically have a low correlation with other fixed income asset classes, thereby providing portfolio diversification opportunities.

	Bank of America Merrill Lynch US HY Master II Index	S&P 500 Index	MSCI World Index
10-Year Cumulative Returns (%)	110.30	104.88	51.13
10-Year Annualized Returns (%)	7.72	7.44	4.22
10-Year Annualized Volatility (%)	10.57	15.14	16.41

Source: Morningstar, as at 30 September 2017. Past performance of the fund manager(s) and the fund or indices is not indicative of future performance.  
<sup>#</sup> US high yield bonds are represented by BofA Merrill Lynch US High Yield Master II Index; the US 500 stocks representing all major industries are represented by S&P 500 Index; the large and mid-cap equity segment across 23 developed markets are represented by MSCI World Index.

## Performance Overview – Class AM (USD) Dis.

Cumulative Returns	Year to Date	1 Year	3 Years	5 Years	Since Inception
NAV–NAV (%)	4.52	6.32	6.65	16.00	43.15
Benchmark (%)	7.17	9.28	18.34	34.30	69.36

Calendar Year Returns	2016	2015	2014	2013	2012
NAV–NAV (%)	13.83	-8.75	-0.89	6.08	11.42
Benchmark (%)	17.49	-4.64	2.50	7.42	15.59

Monthly Dividend History<sup>3</sup>

Class AM Dis.	Dividend / Share	Annualised Dividend Yield <sup>4</sup>	Ex-Dividend Date
Class AM (USD) Dis.	USD 0.05500	8.73%	15/11/2017
	USD 0.05500	8.55%	16/10/2017
	USD 0.05500	8.52%	15/09/2017

Top 10 Holdings<sup>5</sup>

	Sector	%
SPRINT COMMUNICATIONS 11.5% 11/15/21	TELECOM WIRELESS	1.7
AECOM 5.875% 10/15/24	SERVICES	1.1
XPO LOGISTICS INC 6.5% 06/15/22	TRANSP. EX AIR & RAIL	1.0
DAVITA INC 5.125% 07/15/24	HEALTHCARE	1.0
NEXSTAR BROADCASTING INC 5.625% 08/01/24	BROADCASTING	1.0
CEDAR FAIR LP/CANADA'S W 5.375% 06/01/24	LEISURE	1.0
GRAY TELEVISION INC 5.875% 07/15/26	BROADCASTING	0.9
CENTURYLINK INC 7.5% 04/01/24	TEL. - WIR. INT. & SERV.	0.9
LEVEL 3 FINANCING INC 5.375% 05/01/25	TEL. - WIR. INT. & SERV.	0.9
FREEPORT-MCMORAN INC 3.55% 03/01/22	METALS & MINING	0.9
<b>Total</b>		<b>10.4</b>

## 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-SGD) Dis.	Class AM (H2-NZD) Dis.	Class AT (USD) Acc.	Class AT (HKD) Acc.
Benchmark	BofA Merrill Lynch US High Yield Master II Index									
Fund Manager	Doug Forsyth									
Fund Size <sup>6</sup>	USD 4,243.79m									
Number of Holdings	196									
Base Currency	USD									
Subs. Fee (Sales Charge)	Up to 5%									
Mgmt. Fee (All-in-Fee <sup>7</sup> )	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.	1.39% p.a.
Total Expense Ratio <sup>8</sup>	1.42%	1.42%	1.42%	1.41%	1.41%	1.41%	1.42%	1.42%	1.42%	1.42%
Unit NAV	USD 7.92	HKD 7.89	AUD 8.14	CAD 8.09	EUR 8.07	GBP 8.10	SGD 7.88	NZD 7.74	USD 13.17	HKD 13.21
Inception Date	02/08/2010	16/08/2011	02/12/2011	02/12/2011	02/12/2011	02/12/2011	15/06/2012	17/07/2012	21/10/2011	21/10/2011
Dividend Frequency <sup>3</sup>	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	N/A	N/A
Dividend per Share <sup>9,7,3</sup>	USD 0.05500	HKD 0.05500	AUD 0.06333	CAD 0.05083	EUR 0.03833	GBP 0.04667	SGD 0.05083	NZD 0.06333	N/A	N/A
ISIN Code	LU0516397667	LU0648978533	LU0649033221	LU0676280554	LU0676280711	LU0676280802	LU0761598746	LU0788519618	LU0674994412	LU0674994503
Bloomberg Ticker	AUSHYAM LX	AUSHIAM LX	AUSHAAM LX	AUSHCAM LX	AUSHEAM LX	AUSHGAM LX	AUAMH2S LX	AUAMH2N LX	AUSHATU LX	AUSHATH LX

Source: All fund data quoted are Allianz Global Investors/IDS GmbH/Morningstar, as at 30/11/2017, 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.

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

<sup>1</sup> Source: Benchmark, the house award is based on analysis of the quantitative data and qualitative factors of the company's overall capabilities. The award is based on the reference data as at 30 September 2014.

<sup>2</sup> Source: Benchmark, the house award is based on the quantitative and qualitative analysis of the company in the area of expertise. The award is based on the reference data as at 31 October 2012.

<sup>3</sup> 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.

<sup>4</sup> 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.

<sup>5</sup> Securities may be held directly or indirectly via other investment vehicles.

<sup>6</sup> The Fund Size quoted includes all share classes of the Fund.

<sup>7</sup> The All-in-Fee includes the expenses previously called management and administration fees.

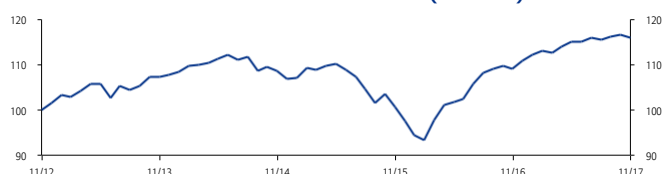
<sup>8</sup> Total Expense Ratio (TER): Total cost (except transaction costs) charged to the Fund during the last financial year (as at 30/09/2016) expressed as a ratio of the Fund's average NAV. For share classes that have been incepted for less than one year as at close of the last financial year (please 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.

<sup>9</sup> Source: Allianz Global Investors, ex-dividend date on 15/11/2017.

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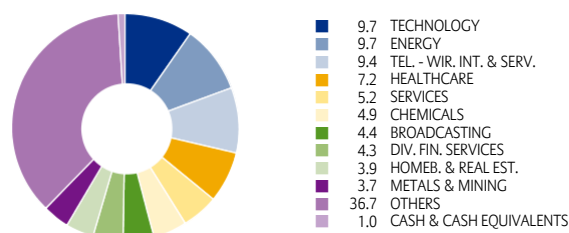
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## Indexed Performance over 5 Years (NAV–NAV)



■ Class AM (USD) Dis.

## Sector Allocation (%)



## Credit Rating Allocation (%)

