

Allianz Global Investors Opportunities

Product Key Facts – March 2019

Société d'Investissement à Capital Variable

Allianz China A-Shares

PRODUCT KEY FACTS
March 2019

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

Quick facts

Management Company/QFII Holder:	Allianz Global Investors GmbH
RQFII Holder:	Allianz Global Investors Singapore Limited
Investment Manager:	Allianz Global Investors Asia Pacific Limited, based in Hong Kong (internal delegation)
Depositary:	State Street Bank Luxembourg S.C.A.
QFII Custodian (PRC Sub-Custodian):	Industrial and Commercial Bank of China Limited
RQFII Custodian (PRC Depositary):	HSBC Bank (China) Company Limited
Dealing Frequency:	Daily; each day on which banks and exchanges in Luxembourg, Hong Kong and People’s Republic of China (“PRC”) are open.
Base Currency:	USD
Dividend Policy:	Accumulation Shares (Class AT) – all income are reinvested
Financial year end of the Sub-Fund:	30 June
Minimum Investment:	
Initial	USD 5,000 or EUR 5,000 or HKD 50,000
Subsequent	USD 1,000 or EUR 1,000 or HKD 10,000
Ongoing Charges over a year*	
Class AT	2.30%

*The ongoing charges figures are calculated based on the annualized costs incurred by the Sub-Fund for the period from 1 July 2018 to 31 December 2018 divided by the average net assets over the same period. 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.

What is this product?

- The Sub-Fund is a sub-fund of Allianz Global Investors Opportunities, which is constituted as an open ended investment company in Luxembourg. It is regulated by Commission de Surveillance du Secteur Financier (“CSSF”) in Luxembourg.
- The Sub-Fund is denominated in USD and not RMB. All subscriptions and redemptions are in USD (or other currencies as may be permitted by the investment manager from time to time). The Sub-Fund involves currency conversions and is therefore subject to higher costs and currency conversion risk.
- The Sub-Fund will primarily invest (i.e. not less than 70% of its net assets) directly in RMB denominated China A-Shares in PRC via a USD-denominated QFII foreign exchange quota under the name of the QFII holder for the account of the Sub-Fund, the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect. The Sub-Fund will also invest up to 69% of its assets via a RMB-denominated RQFII foreign exchange quota under the name of the RQFII holder for the account of the Sub-Fund.

Investment Objective

Long-term capital growth by investing in China A-Shares markets of the PRC.

Investment Strategy

At least 70% of Sub-Fund assets are invested in China A-Shares markets of the PRC. The Sub-Fund may invest into the China A-Shares markets either directly via the Qualified Foreign Institutional Investor ("QFII") quota, the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (the "Stock Connect") and the Renminbi Qualified Foreign Institutional Investor ("RQFII") quota and/or indirectly through all eligible instruments as set out in the Sub-Fund's investment principles.

Up to 69% of Sub-Fund assets may be invested via the RQFII quota. Up to 30% of Sub-Fund assets may be invested via the QFII quota. Up to 100% of Sub-Fund assets may be invested via the Stock Connect.

The Sub-Fund may invest up to 30% of its assets in closed-end funds listed on the Shanghai Stock Exchange or the Shenzhen Stock Exchange.

The Sub-Fund may invest up to 20% in equities of PRC markets other than China A-Shares market (e.g. China B-Shares and China H-Shares).

The Sub-Fund may invest in securities of companies of all sizes. Also, the Sub-Fund does not focus on any particular industry or sector when making investments. The Sub-Fund will not use Financial Derivative Instruments extensively or primarily for investment purposes.

The Sub-Fund's indicative allocation of investment between onshore and offshore assets is presented in the table below:–

By geographical region	Indicative percentage (as a percentage of the Sub-Fund's net asset value ("NAV"))
Onshore (within PRC)	At least 70%
Offshore (outside PRC such as Hong Kong)	Up to 30%

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 due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses.
- The Sub-Fund invests directly or indirectly in equity securities. It is subject to general market risks and exposed to various general trends, issuer-specific factors 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 NAV of the Sub-Fund.

2. Risk associated with small-capitalisation/mid-capitalisation companies

- The stock of small-capitalisation/mid-capitalisation companies may have lower liquidity and their prices are more volatile to adverse economic developments than those of larger capitalisation companies in general.

3. Emerging market risk

- The Sub-Fund invests in emerging markets (i.e. PRC) which involve increased risks and special considerations not typically associated with investment in more developed markets, and are subject to greater liquidity risk, currency risks/control, political and economic uncertainties, regulatory, legal and taxation 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 NAV of the Sub-Fund.

4. Risks of investing in China A-Shares

- The Sub-Fund assets may be invested in China A-Shares. The securities market in PRC, including China A-Shares, may be more volatile and unstable (e.g. due to the risk of suspension/limitation in trading of a particular stock or implementation of policies that may affect the financial markets by the government or the regulators) than markets in more developed countries and has potential settlement difficulties. This may result in significant fluctuations in the prices of securities traded in such market and thereby affecting the prices of shares of the Sub-Fund.
- Investment in the PRC remains sensitive to any major change in economic, social and political policy in the PRC. The capital growth and thus the performance of these investments may be adversely affected due to such sensitivity.

5. Company-specific risk

- The assets of 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 assets may drop significantly and for an extended period of time, possibly without regard to an otherwise generally positive market trend. All these factors may adversely impact the NAV of the Sub-Fund.

6. Concentration risk

- The Sub-Fund's investments are concentrated in one particular country (i.e. PRC) and may be concentrated on certain types of investments. As such, the Sub-Fund is likely to be more volatile than a fund that has a more diversified investment strategy.

7. Liquidity risk

- Because of local restrictions, capital cannot flow freely into the China A-Shares and China B-Shares markets. Liquidity and trading prices of securities traded in these markets could be more severely affected than those of securities traded in other more freely tradable markets.

8. Risk associated with QFII/RQFII regime

- The Sub-Fund's ability to make the relevant investments or to fully implement or pursue its investment objective and strategy is subject to the applicable laws, rules and regulations (including restrictions on investments and repatriation of principal and profits) in the PRC, which are subject to change and such change may have potential retrospective effect.
- The Sub-Fund may suffer substantial losses if there is insufficient QFII/RQFII quota allocated for the Sub-Fund to make investments, the approval of the QFII/RQFII is being revoked/terminated or otherwise invalidated as the Sub-Fund may be prohibited from trading of relevant securities and repatriation of the Sub-Fund's monies, or if any of the key operators or parties (including QFII/RQFII custodian/brokers) is bankrupt/in default and/or is disqualified from performing its obligations (including execution or settlement of any transaction or transfer of monies or securities).

9. Risks associated with the Stock Connect

- The relevant rules and regulations on Stock Connect are subject to change which may have potential retrospective effect. The Stock Connect is subject to quota limitations. Where a suspension in the trading through the programme is effected, the Sub-Fund's ability to invest in China A-Shares or access the PRC market through the programme will be adversely affected. In such event, the Sub-Fund's ability to achieve its investment objective could be negatively affected.

10. PRC tax risk

- There are risks and uncertainties associated with the current PRC tax laws, regulations and practice in respect of capital gains realised via QFII/RQFII quota or Stock Connect or access products on the Sub-Fund's investments in the PRC (which may have retrospective effect). Any increased tax liabilities on the Sub-Fund may adversely affect the Sub-Fund's value.
- Based on professional and independent tax advice, the Sub-Fund:
 - will make tax provisions of 10% on dividend from China A-Shares by PRC enterprises if the withholding tax is not withheld at source; and
 - will not make tax provisions on gross realised and unrealised capital gains derived from trading of China A-Shares.
- With the uncertainty in tax laws and practices in the PRC and the possibility of tax rules being changed and applied retrospectively, any provision for taxation made by the Investment Manager may be inadequate to meet the PRC tax liabilities. In case of shortfall between the provisions and the actual or potential tax liabilities, which will be debited from the Sub-Fund's assets, the NAV of the Sub-Fund will be adversely affected. The actual tax liabilities may be lower than the tax provision made. Depending on the timing of their subscriptions and/or redemptions, investors may be disadvantaged as a result of any shortfall of tax provision and will not have the right to claim any part of the overprovision (as the case may be).

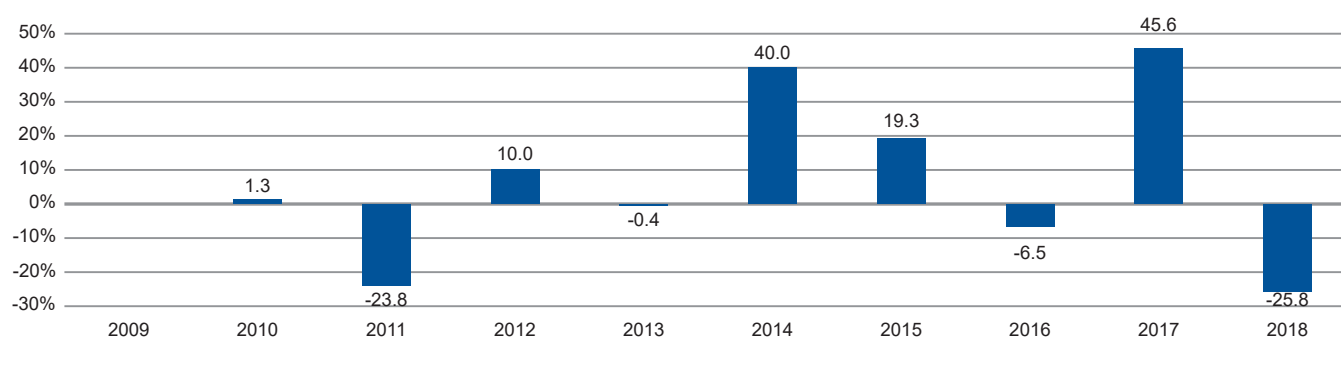
11. Specific risk of investing in closed-end funds

- When investing in closed-end funds, the income, performance and/or capital repayment will depend on the income, performance and credit rating of the investments of the closed-end funds. If the performance of the assets of the closed-end-funds turns out unfavourably for investors, depending on the form of the closed-end-funds, investors can suffer losses and even total loss.
- Redemptions of investments in closed-end-funds may not be possible. These investment vehicles commonly have a fixed term, which may also be extended. A determined maturity may lead to a continuous liquidation/termination of such investments in closed-end-funds prior to maturity being impossible. In the case of a closed-end-fund which maturity is not already determined, the liquidity risk might even be higher. Eventually, investments in closed-end-funds might be sold on a secondary market, if any. Nevertheless such secondary markets bear the risk of significant bid/offer spreads. On the contrary, investments in closed-end-funds may also be fully or partially repaid prior to maturity, which could lead to a less attractive total investment in the relevant close-end-fund as well as to a less attractive reinvestment. In addition, the corporate governance mechanisms, the transferability as well as the possibility to rate, to receive adequate information about and to evaluate investments in closed-end-funds might deteriorate before maturity.

12. Currency risk

- The Sub-Fund may hold assets denominated in 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 NAV 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.
- The Sub-Fund is denominated in USD but holds assets denominated in RMB, as such it is exposed to a currency risk if RMB positions have not been hedged. Any devaluation of RMB against the USD would cause the value of the assets denominated in the foreign currency to fall.
- RMB is currently not freely convertible and is subject to exchange controls and restrictions.
- Non-RMB based investors are exposed to foreign exchange risk. There is no guarantee that the value of RMB against the investors' base currencies will not depreciate. Any depreciation of RMB could adversely affect the value of investor's investment in the Sub-Fund.
- Although offshore RMB (CNH) and onshore RMB (CNY) are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors.

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.
- Sub-Fund inception date: 2009
- Share Class inception date: 2009

*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/AT)	What you pay
Subscription Fee (Sales Charge)	Up to 5% of the NAV
Switching Fee (Conversion Fee)	Up to 5% of the NAV (for switch-in)
Redemption Fee	Up to 5% of the NAV. 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/AT)	2.25%
Depository Fee (inclusive of fees payable to the QFII Custodian and RQFII Custodian)	The Depository 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 NAV after Hong Kong Representative receives your request in good order before 5:00 p.m. (Hong Kong time) on any Dealing 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 NAV of this Sub-Fund is calculated and the price of shares published each Dealing Day. They are available online at hk.allianzgi.com.
- Investors may obtain the past performance information of other share classes offered to Hong Kong investors 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.

