

- The Fund aims at long-term capital appreciation and income, investing primarily in a combination of common stocks and other equity securities, debt securities and convertible securities. The allocation across these asset classes varies substantially from time to time.
- The Fund is exposed to significant risks which include investment/general market, company-specific, creditworthiness, asset allocation and interest rate changes risks. The Fund's investments focus on US and Canada which may increase concentration risk.
- The Fund may invest in high-yield (non-investment grade and unrated) investments and convertible bonds which may subject to higher risks, such as volatility, credit, default, interest rate changes, 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.

08/2017

## Allianz Income and Growth

Setting in Place Opportunities for Income and Growth



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

- 3 disciplines, 1 goal: income and growth
- Upside participation of equity market and less downside volatility
- 9%<sup>i</sup> average historical annualised dividend yield for monthly distribution AM share classes (yields are not guaranteed, dividend may be paid out from capital)<sup>Note</sup>



<sup>i</sup> The historical average annualised dividend yield means since its inception (16 October 2012) to 30 June 2017. 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>^</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

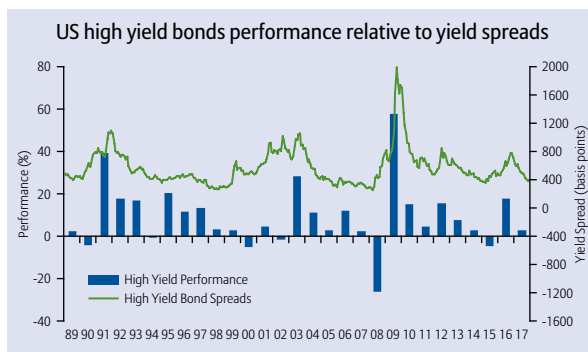
**Understand. Act.**

## Why invest in Allianz Income and Growth (“the Fund”)?

- Despite all the uncertainty in the markets, the fundamentals of US corporations remain strong: balance sheets are stronger, leverage is lower and cash levels remain high. US high yield bonds, convertible bonds, high quality US equities offer extensive and compelling investment opportunities for investors.
- The Fund adopts a “three-sleeve” approach with the core holding investing primarily in a portfolio of 1/3 high yield bonds, 1/3 convertible bonds and 1/3 high-quality equities. It aims to capture multiple sources of income while participating in the upside potential of equities.

### High Yield Bonds: Potential income source

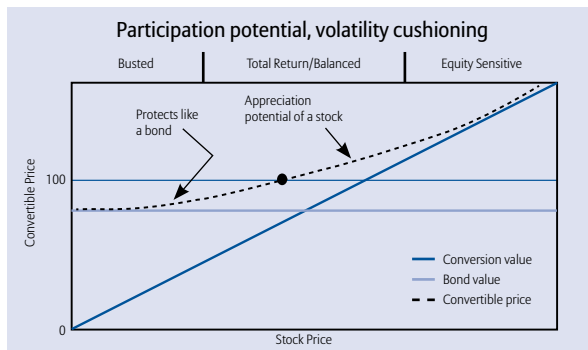
- The fundamentals in the high yield market have greatly improved since the credit crisis of 2007-2008: balance sheets are stronger, leverage is lower and cash levels remain high.
- Although high yield spreads have come down significantly from their recent highs, low spreads have historically been accompanied by prolonged periods of compelling high yield performance as corporate fundamentals improve. This causes the price of high yield bonds to rise, which can boost total return.



Source: BofA Merrill Lynch, Bloomberg and Allianz Global Investors, as at 31 March 2017. US high-yield bonds (represented by BofA Merrill Lynch High Yield Master II Index).

### Convertible Bonds: Upside participation and less downside volatility

- Convertible bonds consist in principle of bonds and stock options. Investors have the right to exchange the bonds for stocks of the company within a fixed time period. Convertible bonds aim to participate in the upside potential of the equity markets, while cushioning against downside volatility.



Source: Allianz Global Investors. Hypothetical example—not representative of any specific convertible. Convertibles involve the risk factors of both stocks and bonds. They fluctuate in value with the price changes of the underlying stock. If interest rates on the bonds rise, the value of the corresponding convertible will fall. Funds that invest in convertibles may have to convert the securities before they would otherwise, which may have an adverse effect on the Fund’s ability to achieve its investment objective.

### Equities / Equities Securities:

#### Capital appreciation and income enhancement potentials

- US high quality, large-cap stocks provide capital appreciation and income potential. In addition, covered call strategies pair a long position with a short-call option on the same stock. It can provide additional income from option premium and reduce exposure to equity market volatility.
- From November 2000 to June 2016, the CBOE S&P 500 BuyWrite Index (BXM) participated in more than 85% of the S&P 500 Index’s upside at lower volatilities. During the 2008 Global Financial Crisis, the BXM suffered lower maximum drawdown than the S&P 500 Index (-35.81% vs. -50.95%)\*.



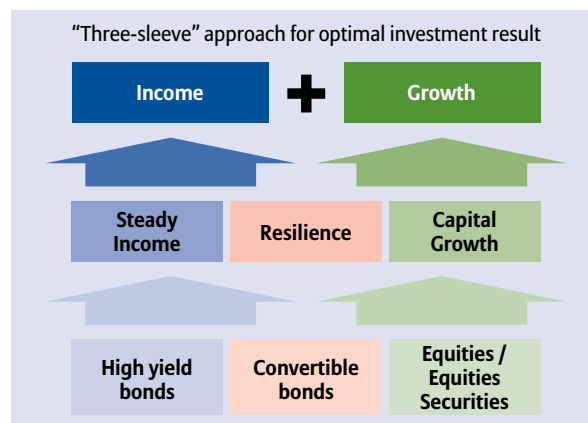
Source: Bloomberg Finance L.P., Factset, Allianz Global Investors. \*Based on BXM, a benchmark index designed to track the performance of a hypothetical buy-write strategy on the S&P 500 Index. Cumulative and incremental total returns monthly data from November 2000 to June 2016.

# Fund Features

## 1. 3 disciplines, 1 goal: Income and Growth

The Fund adopts a “three-sleeve” approach with the core holding investing primarily in a portfolio of 1/3 high yield bonds, 1/3 convertible bonds and 1/3 high-quality US equities.

It aims to capture multiple sources of income while participating in the upside potential of equities / equities securities.



## 2. Strong historical performance of the Fund<sup>v</sup>

With this flexible “three-sleeve” approach, the Fund has delivered strong performance since its inception. The cumulative performance amounts to 54.4% since its inception<sup>v</sup>.

The Fund has achieved a historical average annualised dividend yield of 9% (Class AM (USD) Dis.).<sup>Note, i</sup>

Dividend history of Allianz Income and Growth – Class AM (USD) Dis.

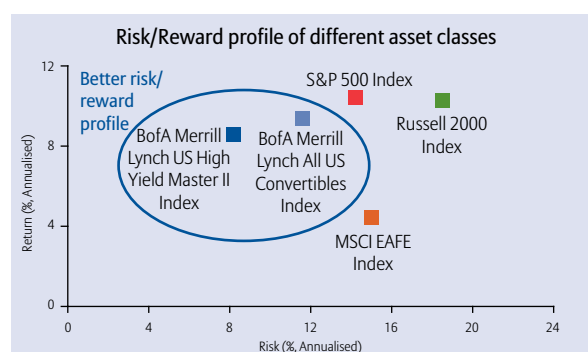
Ex-Dividend Date	Dividend Per Share (USD)	Annualised Dividend Yield <sup>i</sup> (%)
15/06/2017	0.07000	9.63
15/05/2017	0.07000	9.63
18/04/2017	0.07000	9.72
15/03/2017	0.07000	9.71
15/02/2017	0.07000	9.58
17/01/2017	0.07000	9.69
15/12/2016	0.07000	9.72
15/11/2016	0.07000	9.99
17/10/2016	0.07000	9.85
15/09/2016	0.07500	10.59
16/08/2016	0.07500	10.35
15/07/2016	0.07500	10.43

<sup>v</sup> Source: Allianz Global Investors. Fund performance is based on Class AT (USD) Accumulation, calculated in USD based on NAV-to-NAV with gross dividends reinvested.

## 3. Compelling risk/return profile

The Fund provides most of the upside potential in equity markets while offering income which can cushion against declines.

- High yield bonds have low correlation with other asset classes and can improve the risk/reward profile of a portfolio.
- Convertible bonds can help investors participate in equity price appreciation, but with risk characteristics reflecting the bond component.
- Equities with covered call strategies generate premium and provide upside potential. It may also reduce exposure to equity market volatility.



Source: BofA Merrill Lynch, Factset, Allianz Global Investors, as at 31 March 2017. Monthly data from January 1998 to March 2017. US high-yield bonds (represented by BofA Merrill Lynch High Yield Master II Index); US convertible bonds (represented by BofA Merrill Lynch All US Convertibles Index); The US 500 stocks representing all major industries (represented by S&P 500 index); The small-cap segment of the US equity universe (represented by Russell 2000 index); The equities of developed market countries in Europe, Australasia and the Far East (represented by MSCI EAFE Index).





Overall Morningstar Rating™

Fund Selector Asia Awards Hong Kong 2016, Mixed Asset – Platinum Award<sup>2</sup>BENCHMARK Fund of the Year Awards 2014, Outstanding Achiever - Multi-Asset Income<sup>3</sup>

## Performance Overview – Class AT (USD) Acc.

Cumulative Returns	Year to Date	1 Year	3 Years	5 Years	Since Inception
NAV-NAV (%)	5.75	14.03	11.40	48.03	54.40

Calendar Year Returns	2016	2015	2014	2013	2012
NAV-NAV (%)	9.04	-3.39	5.16	17.36	11.19

Top 5 Holdings - High Yield Bonds<sup>4</sup>

	Sector	%
CLEAR CHANNEL WORLDWIDE 6.5% 11/15/2022	DIV. MEDIA	0.3
CONSOLIDATED COMMUNICATIONS 6.5% 10/01/2022	TEL. - WIR. INT. & SERV.	0.3
DAVITA INC 5.125% 07/15/2024	HEALTHCARE	0.3
KENNEDY-WILSON INC 5.875% 04/01/2024	HOME B. & REAL EST.	0.3
NAVISTAR INTL CORP 8.25% 11/01/2021	AUTOMOTIVE & PARTS	0.3

Top 5 Holdings - Convertible Bonds<sup>4</sup>

	Sector	%
MICRON TECHNOLOGY INC 3% 11/15/2043	TECHNOLOGY	0.9
ALLERGAN PLC 5.5% 03/01/2018	HEALTHCARE	0.7
PRICELINE GROUP INC/THE 0.35% 06/15/2020	TECHNOLOGY	0.7
INTEL CORP 3.25% 08/01/2039	TECHNOLOGY	0.6
ANTHEM INC 5.25% 05/01/2018	HEALTHCARE	0.6

Top 5 Holdings - Equities / Equity Securities<sup>4</sup>

	Sector	%
AMAZON.COM INC	CONS. DISC.	1.0
APPLE INC	IT	1.0
MICROSOFT CORP	IT	1.0
ALPHABET INC CL A	IT	1.0
FACEBOOK INC	IT	0.9

## Fund Details

Share Class <sup>^</sup>	Class AT (USD) Acc.	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.
Fund Manager	Doug Forsyth								
Fund Size <sup>5</sup>	USD 17,873.24m								
Number of Holdings	488 (High Yield Bonds: 248, Convertible Bonds: 168, Equities / Equity Securities: 72)								
Base Currency	USD								
Subs. Fee (Sales Charge)	Up to 5%								
Mgmt. Fee (All-in-Fee <sup>6</sup> )	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.	1.50% p.a.
Total Expense Ratio <sup>7</sup>	1.55%	1.55%	1.55%	1.55%	1.55%	1.55%	1.55%	1.54%	1.55%
Unit NAV	USD 15.44	USD 9.08	HKD 8.86	AUD 9.12	CAD 8.60	EUR 8.69	GBP 8.63	SGD 8.86	NZD 8.29
Inception Date	18/11/2011	16/10/2012	01/03/2013	15/10/2012	02/05/2013	02/05/2013	02/05/2013	01/07/2013	02/12/2013
Dividend Frequency <sup>8</sup>	N/A	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
Dividend per Share <sup>9, * 8</sup>	N/A	USD 0.07000	HKD 0.07000	AUD 0.07833	CAD 0.07000	EUR 0.05750	GBP 0.06583	SGD 0.07000	NZD 0.08250
ISIN Code	LU0689472784	LU0820561818	LU0820561909	LU0820562030	LU0820562113	LU0913601281	LU0820562386	LU0943347566	LU0994605391
Bloomberg Ticker	ALLIGAT LX	ALLIGAM LX	ALLGAME LX	ALLIGAH LX	ALZAH2C LX	ALZAH2E LX	ALZAH2G LX	ALIGH2S LX	ALAMH2N LX

Source: All fund data quoted are Allianz Global Investors/IDS GmbH/Morningstar, as at 30/06/2017, 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: Morningstar, as at 31/05/2017. Copyright © 2017 Morningstar Asia Limited ("Morningstar"). All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.<sup>2</sup> Source: Fund Selector Asia, the award is based on analysis of the quantitative and qualitative data from FE research team. The award is based on fund performance as at 31 December 2015.<sup>3</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>4</sup> Securities may be held directly or indirectly via other investment vehicles.<sup>5</sup> The Fund Size quoted includes all share classes of the Fund.<sup>6</sup> The All-in-Fee includes the expenses previously called management and administration fees.<sup>7</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>8</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>9</sup> Source: Allianz Global Investors, ex-dividend date on 15/06/2017.

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## Rating Allocation - High Yield Bonds (%)



## Rating Allocation - Convertible Bonds (%)



## Sector Allocation - Equities / Equity Securities (%)

