

# Eastspring Investments - Asia Sustainable Bond Fund



## Key information

Asset class	Fixed Income
ISIN (Class C)	LU2068974810
Bloomberg ticker (Class C)	ESASBCU LX
Fund size (mil)	73.8
Fund base currency	USD
Share class dealing currency (Class C)	USD
Net asset value (Class C)	USD 10.355
Inception date (Class C)	16-Dec-19
Domicile	Luxembourg
Fund type	UCITS
SFDR Classification*	Article 8 fund
Investment manager	Eastspring Investments (Singapore) Limited

\*Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability - related disclosures in the financial services

## Key measures

Number of Securities	83
*3 year sharpe ratio (Class C)	-
*3 year volatility(%) (Class C)	-

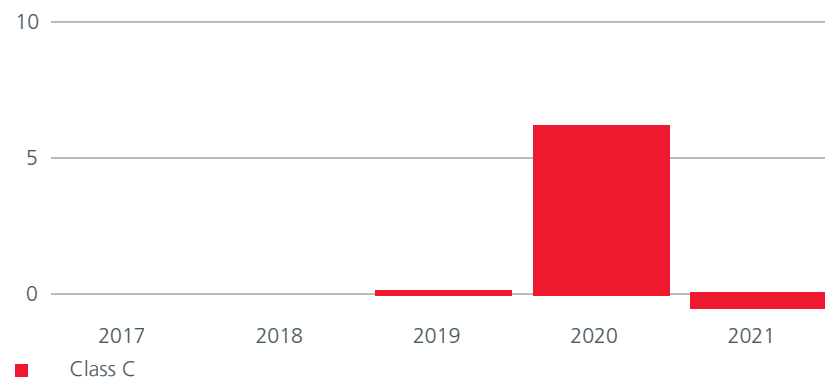
\*Source: Morningstar

## Investment objective

The Sub-Fund seeks to maximize total returns over time through investing at least 70% of its assets in debt securities denominated in US dollars, Euro, as well as the various Asian currencies which are issued or guaranteed by Asian governments and quasi-governments, or corporates or supranationals that are aligned to Eastspring's Environmental, Social and Governance ("ESG") principles ("Eastspring's ESG Principles"), including Green, Social and Sustainability ("GSS") labelled bonds. The Sub-Fund may invest less than 30% of its net assets in debt securities rated below investment grade (i.e. rated below BBB- by Standard & Poor's or comparable ratings by Moody's Investors Services or Fitch Ratings) or if unrated, determined by the Investment Manager to be of comparable quality. The Sub-Fund may invest up to 100% of its net assets in unrated debt securities which the Investment Manager considers to be of comparable quality to a security rated investment grade (i.e. rated BBB- or above by Standard & Poor's or comparable ratings by Moody's Investors Services or Fitch Ratings). The Sub-Fund may invest up to 20% of its net assets in the PRC by way of Chinese onshore debt securities, through the China interbank bond market direct access program (the "CIBM Direct Access Program") and/or China Hong Kong Bond Connect, including up to 10% of its net assets in urban investment bonds which are debt instruments issued by local government financing vehicles ("LGFVs"). Investors are strongly advised to refer to the SICAV Prospectus for further details on the investment objectives.

## Performance

Calendar year returns (%) (Class C)



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.

**Benchmark:** This Sub-Fund is actively managed and is not managed in reference to a benchmark.

## Synthetic risk and reward indicators (SRRI) (Class C)

Lower risk

Higher risk



Typically lower rewards

Typically higher rewards

### MAIN RISKS:

**Counterparty risk** The Sub-Fund could lose money if an entity with which it does business becomes unwilling or unable to honor its obligations to the fund.

**Default risk** The issuers of certain bonds could become unable to make payments on their bonds.

**Derivatives risk** Certain derivatives could behave unexpectedly or could expose the Sub-Fund to losses that are significantly greater than the cost of the derivative.

**Liquidity risk** Certain securities could become hard to value, or to sell at a desired time and price.

**Operational risk** The Sub-Fund may lose some or all of its investments as a result of human error, system and/or process failures and failure at its service providers.

## Sector allocation (%)

Other REIT	15.7
Other financial institutions	11.1
Banking	10.5
Wireless	7.5
Life insurance	6.3
Electric	5.3
Other industry	5.3
Home construction	4.9
Others	30.2
Cash and cash equivalents	3.2

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

## Maturity allocation (%)

0 - 1 year	17.9
1 - 3 years	31.1
3 - 5 years	32.6
5 - 10 years	14.3
10+ years	1.0
Cash and cash equivalents	3.2

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

## Market allocation (%)

Singapore	33.9
China	20.3
India	11.6
Hong Kong	7.4
Indonesia	6.5
United Kingdom	4.3
Philippines	4.0
Malaysia	3.4
Others	5.4
Cash and cash equivalents	3.2

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

## Ratings allocation (%)

A	7.5
BBB	31.9
BB	14.2
B	0.7
CCC	0.1
Non-Rated	42.4
Cash and cash equivalents	3.2

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

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

## Top 10 holdings (%)

1.	SINGAPORE TECHNOLOGIES TELEMEDIA PTE LTD 5% 31-DEC-2049	4.1
2.	MAPLETREE TREASURY SERVICES LTD 3.95% 31-DEC-2049	3.0
3.	CHINA RESOURCES LAND LTD 3.75% 31-DEC-2049	2.7
4.	PARKWAY PANTAI LTD 4.25% 31-DEC-2049	2.7
5.	AEV INTERNATIONAL PTE LTD 4.2% 16-JAN-2030	2.6
6.	ADANI TRANSMISSION LTD 4% 3-AUG-2026	2.3
7.	XI YANG OVERSEAS LTD 4.3% 5-JUN-2024	2.1
8.	RENEW CLEAN ENERGY PVT LTD 6.67% 12-MAR-2024	2.1
9.	CRCC CHENGAN LTD 3.97% 31-DEC-2049	2.1
10.	STANDARD CHARTERED PLC 5.375% 31-DEC-2049	2.0

## 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 C	-0.9	-1.8	-2.1	-3.0	–	–	–	1.6

From	Rolling 12-month returns (%)				
	28 Feb 2021	28 Feb 2020	28 Feb 2019	28 Feb 2018	28 Feb 2017
To	28 Feb 2022	28 Feb 2021	28 Feb 2020	28 Feb 2019	28 Feb 2018
Class C	-3.0	5.1	–	–	–

## Performance Disclosure:

(p.a.): per annum. **Source: Eastspring Investments (Singapore) Limited.** Returns are based in share class currency and computed on NAV-NAV basis with net income reinvested, if any. 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.**

## Share class details

Class	Currency	Bloomberg ticker	ISIN	Inception date	Initial sales charges% (max)	Annual management fee% (max)	Annual admin fee% (max)	*Minimum initial investment	*Minimum subsequent investment
Class C	USD	ESASBCU LX	LU2068974810	16-Dec-19	3.000	0.600	Nil	USD10 Mil	USD1,000

Class	Distribution frequency	Ex-date	Dividend per share	Annual dividend yield %
Class C	N.A.	N.A.	N.A.	N.A.

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.

## Environmental, social, and governance (ESG) policy

In determining a bond's alignment with the Sub-Fund's ESG principles and eligibility for inclusion; ESG analysis which incorporates both internal and external ESG research inputs will be conducted. Issuers assessed to be in violation of the Sub-Fund's ESG principles are excluded from the Sub-Fund. Furthermore, as part of the qualitative assessment of credit issuers, ESG issues are taken into consideration. That includes (but not limited to) climate change, biodiversity, energy resources and management, air pollution, water scarcity and pollution, employee relations, human rights, community/stakeholder relations, health and safety, diversity and employment equality, consumer relations, volunteering and CSR, corporate governance issues, etc. A Fixed Income Oversight Committee consisting of a senior portfolio manager and the head of credit research will provide oversight to the strategy management to ensure that the strategy and the investment process stays relevant and in line with generally accepted standards for responsible investments.

This Sub-Fund does not have as its objective sustainable investment, but promotes certain environmental or social characteristics.

The Sub-Fund integrates ESG/sustainability risk into the investment decisions by considering specific ESG risks that the credit issuer faces (including materiality of the risks and how the materiality changes over time) and how prepared the issuer is in dealing with these ESG issues (which would depend on its policies, control procedures and past track records). The ESG evaluation also entails identifying industries or region specific ESG risks or opportunities that the issuer faces, as well as the assessment of the issuer's ESG practices relative to peers and how these may change over time. Issuers with high ESG risk and low preparedness will be excluded. In addition, the ESG evaluation is taken into consideration in position sizing; Higher portfolio weight may be allocated to issuers with higher ESG ranking (and vice versa), where it is deemed to be in line with the Sub-Fund's performance objective and risk parameters. Depending on their materiality to the issuers' fundamentals and investor sentiment, ESG risks may or may not have an impact on the Sub-Fund's returns.

The Sub-Fund is not managed in reference to a benchmark.

## IMPORTANT INFORMATION

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

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All transactions into the SICAV should be based on the current Prospectus and the Key Investor Information Document (KIID) of the relevant sub-fund in applicable local language. Such documents, together with the articles of incorporation and the most recent financial reports of the SICAV, may be obtained free of charge from the Management Company.

The SICAV may be actively marketed and is actually registered for offering in Austria, Belgium, Denmark, Finland, France, Germany, Italy, Luxembourg, the Netherlands, Norway, Spain, Sweden, Switzerland and the United Kingdom. **Please ask your usual contact for the full list of sub-funds and relevant share classes available in your country.**

Where applicable, the SICAV has been notified and registered with the local European authorities in accordance with Directive 2009/65/EC, as amended. This marketing material only refers to sub-fund(s) and share classes of the SICAV which have been passported for marketing and sale in the country of distribution of this material.

**Prospective investors are invited to further consider the risk warnings section of the Prospectus.** This document is solely for information and does not have any regard to the specific investment objectives, financial or tax situation and the particular needs of any specific person who may receive this document. This document is not intended as an offer, a solicitation of offer or a recommendation, to deal in shares of securities or any financial instruments.

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There are limitations to the use of indices as proxies for the past performance in the respective asset classes/sector.

**Any sub-fund of the SICAV may use derivative instruments for efficient portfolio management and hedging purposes.**

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**Facilities Agent for European Economic Area:**

Eastspring Investments (Luxembourg) SA, 26 Boulevard Royal, L-2449, Luxembourg

**Austria – Paying and Information Agent**

Erste Bank der oesterreichischen Sparkassen AG, Graben 21, 1010 Wien

**Finland – Paying Agent**

Skandinaviska Enskilda Banken AB (publ), Helsinki Branch, Unioninkatu 30, 00100 Helsinki

**Sweden – Paying Agent**

Skandinaviska Enskilda Banken AB (publ), acting through SEB Merchant Banking, Segels Torg 2, SE-106 40 Stockholm

**Switzerland – Representative and Paying Agents**

The above-mentioned documents are available free of charge from the Representative Agent.

**Representative Agent:** First Independent Fund Services Ltd, Klausstrasse 33, 8008 Zurich

**Paying Agent:** NPB-New Private Bank Ltd, Limmatquai 1/am Bellevue, 8024 Zurich

**United Kingdom - Facility Agent**

Eastspring Investments (Luxembourg) S.A. - UK Branch, 10 Lower Thames Street, London EC3R 6AF

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