

**Important note:**

1. BEA Union Investment Asian Bond and Currency Fund (the "Fund") seeks regular interest income, capital gains and currency appreciation from an actively managed portfolio primarily investing in debt securities denominated in Asian or other currencies and primarily issued by Asian government or corporate entities.
2. The Fund is subject to general investment risk, Asian market concentration risk, emerging market risk and currency risk.
3. The Fund invests in debts securities and is subject to risks in interest rates, credit/counterparty, downgrading, below investment grade and non-rated securities, volatility and liquidity, valuation and sovereign debt and credit rating which may adversely affect the price of the debt securities.
4. The manager may at its discretion make distributions from income and/or capital in respect of the distributing classes of the Fund. Distributions paid out of capital amount to a return or withdrawal of part of the unitholder's original investment or from any capital gains attributable to that original investment. Such distribution may result in an immediate reduction of the net asset value per unit.
5. In terms of currency hedged class units, adverse exchange rate fluctuations between the base currency of the Fund and the class currency of the currency hedged class units may result in a decrease in return and/or loss of capital for unitholders. Over-hedged or under-hedged positions may arise, and there can be no assurance that the currency hedged class units will be hedged at all times or that the manager will be successful in employing the hedge.
6. RMB is currently not a freely convertible currency as it is subject to exchange controls and restrictions. Non-RMB based (e.g. Hong Kong) investors are exposed to foreign exchange risk, and there is no guarantee that the value of RMB against the investors' base currencies (for example HKD) will not depreciate. Any depreciation of the RMB could adversely affect the value of investors' investments.
7. The Fund may use financial derivative instruments for hedging and investment purposes which may not achieve the intended purpose and may result in significant losses. Risks associated with derivative instruments include counterparty/ credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk.
8. Investors should not make an investment decision based solely on this material.

Trusted Asia Manager with Global Values



## BEA Union Investment

# Asian Bond and Currency Fund ("ABC")



Morningstar Overall Rating\*

### Embark on the high yield bonds journey with our investment capabilities in Asia



**Focus on a range of Asian high yield bonds to seek long-term growth potential and risk diversification**

Short duration with comparatively lower interest risk

#### Dividend potential

Average annualised dividend yield of USD class at around 6%<sup>1</sup> in the past 5 years

**Over 13 years of proven track record in investing Asia Bonds**

Awarded 43 fund awards since 2012<sup>2</sup>



Top Investment Houses in Asian G3 Bonds Rank 9 (Hong Kong)<sup>3</sup>



Top Investment House in Asian Local Currency Bond, Hong Kong, Highly Commended<sup>4</sup>



Gold Winner, Regional Bond<sup>5</sup>



Best-In-Class, Asia Pacific Fixed Income Hard Currency<sup>6</sup>



Best Bond Fund, Asia Pacific Bond, Hard Currency (5 Years)<sup>7</sup>

+ ©2022 Morningstar. Data as of 31 March 2022. The rating is for Class A USD (Accumulating) and is for reference only and should not be construed as buy and sell recommendation of investment. Past performance: 2021: -8.6%; 2020: -0.4%; 2019: 10.0%; 2018: -2.4%; 2017: 8.2%; YTD (31 March 2022): -7.1%. Performance is calculated in Class A USD (Accumulating) of the Fund on a NAV to NAV basis. Gross income is re-invested.

1. Source: BEA Union Investment. The mentioned dividend yield is for Class A USD (Distributing), and is the sum of the monthly annualized dividend yield for the past 60 months, from March 2017 to February 2022 (60 dividends), divided by 60. Annualised dividend yield = (dividend of the current month x 12) / last month end NAV x 100%. Please refer to the dividend notice available on website for dividend composition information and details. Dividend only applies to distributing classes and is not guaranteed. Past dividend record is not indicative of future dividend likely to be achieved. Please note that a positive distribution yield does not imply a positive return. Investors should note that the distributions paid out of capital amount to a return or withdrawal of part of the unitholder's original investment or from any capital gains attributable to that original investment. Such distribution may result in an immediate reduction of the net asset value per unit.

2. The Fund achieving awards from The Asset, AsianInvestor · BENCHMARK · Fund Selector Asia · FundsSupermarket.com and Lipper.

3. Source: The Asset, 2021 Research for Asian G3 Bonds, October 2021.

4. Source: The Asset, 2021 Research for Asian Local Currency Bonds, October 2021.

5. Source: Fund Selector Asia, January 2020.

6. Source: BENCHMARK, November 2019.

7. Source: From Refinitiv Lipper Awards, ©2020 Refinitiv. All rights reserved. Used by permission and protected by the Copyright Laws of the United States. The printing, copying, redistribution, or retransmission of this content without express written permission is prohibited. Performance for Class A USD (Accumulating) as at 31 December 2019.

## Asia has higher growth potential compare with Europe and the U.S.



### Attractive bond valuation

Steady growth in Asia high yield bond market offers yield advantage and potential return compare with Europe and U.S. peers.



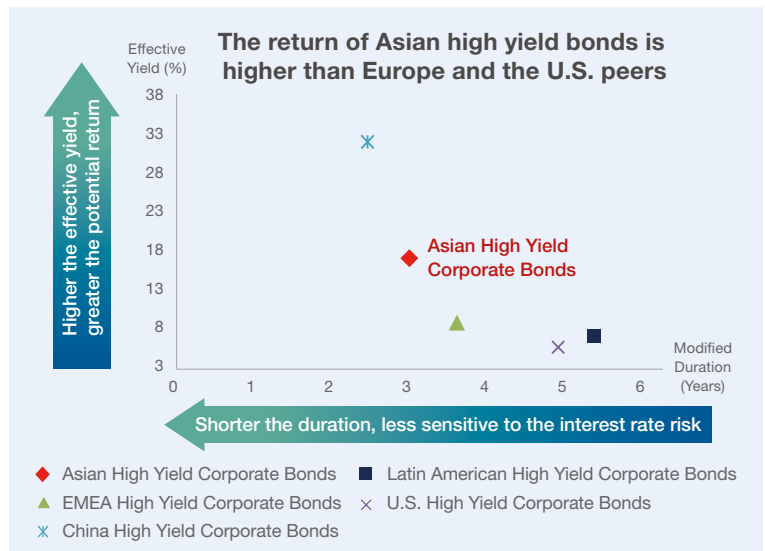
### Relatively short duration

Asia high yield bonds with short duration might less sensitive to interest rate changes.



### Wealth of investment opportunity in the region

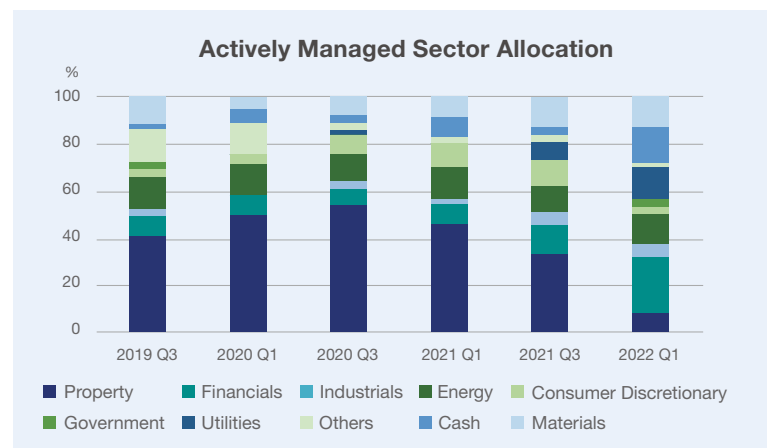
Asia provides compelling return opportunities including the coal sector in India, the oil & gas and real estate sector in Indonesia and China market.



Source: BEA Union Investment, ICE Data Services, data as of 28 February 2022. Asian High Yield Corporate Bonds are represented by the BofA Merrill Lynch Asian Dollar High Yield Corporate Index; EMEA High Yield Corporate Bonds by BofA Merrill Lynch EMEA EM. High Yield Corporate Index; Latin American High Yield Corporate Bonds by BofA Merrill Lynch Latin American EM. High Yield Corporate Index; U.S. High Yield Corporate Bonds by BofA Merrill Lynch U.S. High Yield Corporate Index; China High Yield Corporate Bonds by the BofA Merrill Lynch Asian Dollar High Yield Corporate China Issuer Index.

The Fund aims to seek regular interest income, capital growth and currency appreciation through investing in Asia bonds. With the flexible approach, the allocation of high yield bonds and investment grade bonds will be actively managed according to the market conditions.

- ✓ As one of the pioneer fund amongst the Asia high yield bond peers, the investment team has proven track record since 2008.
- ✓ Achieved an annualised return of 5.6%<sup>8</sup> since launched 13 years ago.
- ✓ Since 2017, the fund has distributed dividend every month (aim to provide monthly dividends, dividends are not guaranteed, and distributions may be paid out of income and/or capital) and provided the average annualised dividend yield of 6%<sup>1</sup> (USD class).
- ✓ While focusing on Asia high yield bonds to generate alpha, the investment team also actively adjusts the allocation of investment grade bonds for risk diversification.



Source: BEA Union Investment, data as of 31 March 2022.

Fund Details					
Management Fee	1.20% p.a.	Base Currency	USD	Dealing Frequency	Daily (HK business days)
Realisation Charge	Currently Waived	Preliminary Charge	Up to 5.00%		
Dividend Frequency	Monthly (aim to provide a monthly dividend which is not guaranteed and distributions may be paid out of income and/or capital) <b>see important note 4</b>				
Record Date <sup>9</sup>	14th day of the month following the corresponding one-month period				
Ex-Dividend Date	One business day after the Record Date				

<sup>8</sup> Source: Morningstar Asia, as of 31 March 2022. Annualized return since inception = (1 + cumulative performance)<sup>1/year</sup> since inception - 1. Performance is calculated in the respective class of denominated currencies on a NAV to NAV basis. Gross income is re-invested. Class A USD (Accumulating) was launched on 28 August 2008.

<sup>9</sup> If that day is not a business day, the record date will be the immediately preceding business day.

Investments in the Fund are subject to investment risks, including the possible loss of the principal amount invested. For full details and risk factors of the Fund, please refer to the Explanatory Memorandum of the Fund. Investors should also read the Explanatory Memorandum of the Fund for detailed information prior to any subscription. The information contained herein is only a brief introduction to the Fund. Investors should be aware that the price of units may go down as well as up as the investments of the Fund are subject to market fluctuations and to the risks inherent in all investments. Past performance is not indicative of future performance. The information contained in this document is based upon information which BEA Union Investment Management Limited considers reliable and is provided on an "as is" basis. This document does not constitute an offer, recommendation or solicitation to buy or sell any securities or financial instruments. The Fund has been authorised by the Securities and Futures Commission ("SFC") in Hong Kong. SFC authorisation is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors. This material and the website have not been reviewed by the SFC in Hong Kong.

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