

31/01/2026 | MONTHLY REPORT | SHARE CLASS I (Inc) (GBP)

# Allianz Strategic Bond Fund

## Investment team

**Ranjiv Mann**  
(since 03/06/2024)

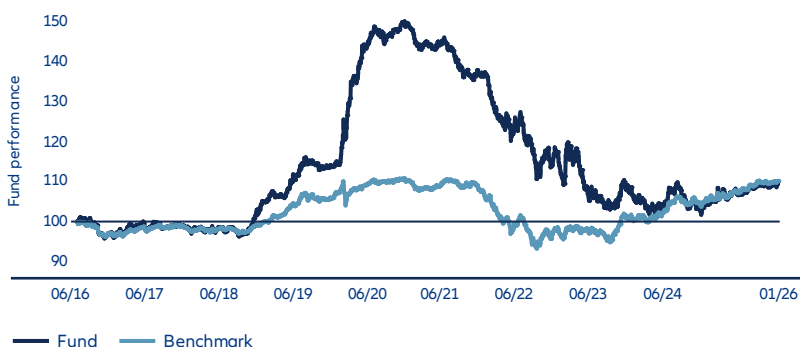
**Filippo Novembri**  
(since 03/06/2024)

**Oliver Sloper**  
(since 09/04/2025)

## Investment objective

The Fund seeks to maximise total return, consistent with preservation of capital and prudent investment management, by aiming to outperform (net of fees) the Bloomberg Global Aggregate Index hedged to GBP over a rolling three year period. It primarily invests directly in debt securities issued by corporate, government, supranational institutions and local regional agencies or by gaining exposure indirectly through the use of derivatives, as well as any other security. The Fund will invest internationally although at least 80 % of its assets shall be invested in Sterling denominated (or hedged back to Sterling) debt securities. Please see the Key Investor Information Document for objectives and investment policy.

## Performance (basis GBP, net of fees)<sup>6</sup>



| Period (annual)     | % Fund | % BM  | Period          | % Fund | % BM  | % IA  |
|---------------------|--------|-------|-----------------|--------|-------|-------|
| 28/07/16 - 31/01/17 | -3.56  | -3.12 | 1 month         | 0.82   | 0.25  | 0.58  |
| 31/01/17 - 31/01/18 | 2.19   | 1.59  | 3 months        | 0.77   | 0.25  | 1.16  |
| 31/01/18 - 31/01/19 | 6.75   | 1.76  | 6 months        | 2.82   | 2.27  | 3.52  |
| 31/01/19 - 31/01/20 | 9.05   | 7.36  | 1 year          | 5.38   | 4.60  | 6.98  |
| 31/01/20 - 31/01/21 | 29.22  | 2.61  | 3 years         | -5.31  | 12.52 | 18.42 |
| 31/01/21 - 31/01/22 | -8.19  | -2.55 | 3 years p.a.    | -1.80  | 4.01  | 5.80  |
| 31/01/22 - 31/01/23 | -14.62 | -8.80 | 5 years         | -25.78 | -0.01 | -     |
| 31/01/23 - 31/01/24 | -7.42  | 3.74  | 5 years p.a.    | -5.79  | 0.00  | 1.70  |
| 31/01/24 - 31/01/25 | -2.95  | 3.69  | Since inception | 10.05  | 10.33 | -     |
| 31/01/25 - 31/01/26 | 5.38   | 4.60  |                 |        |       |       |

| In %      | YTD  | 2025 | 2024  | 2023  | 2022   | 2021  | 2020  | 2019  | 2018  | 2017 |
|-----------|------|------|-------|-------|--------|-------|-------|-------|-------|------|
| Fund      | 0.82 | 5.47 | -5.83 | -3.38 | -17.32 | -7.72 | 31.25 | 11.52 | 2.92  | 1.73 |
| Benchmark | 0.25 | 4.78 | 3.04  | 6.22  | -12.15 | -1.54 | 4.96  | 6.46  | 0.10  | 1.93 |
| IA Sector | 0.58 | 7.36 | 4.59  | 8.02  | -11.70 | 0.89  | 6.08  | 9.23  | -2.48 | 5.40 |

Past performance does not predict future returns.

## RATINGS AND ACCREDITATION<sup>1</sup>

Morningstar™   
Rating  
Category

Global Flexible Bond - GBP Hedged

## RISK INDICATOR<sup>2</sup>



## FUND INFORMATION

| Key facts              | Details   |
|------------------------|---|
| Asset class            | Fixed Income  |
| Benchmark <sup>3</sup> | BLOOMBERG Global Aggregate Total Return (hedged into GBP)       |
| IA Sector              | Sterling Strategic bond   |
| Fund launch date       | 30/11/2017  |
| Fund currency          | GBP   |
| Fund size              | 106.45 M GBP  |
| Management company     | Allianz Global Investors UK Ltd                                 |
| Investment manager     | Allianz Global Investors GmbH & Allianz Global Investors UK Ltd |
| Custodian bank         | State Street Bank and Trust Company                             |
| Domicile               | United Kingdom  |
| Financial year end     | 31/12   |

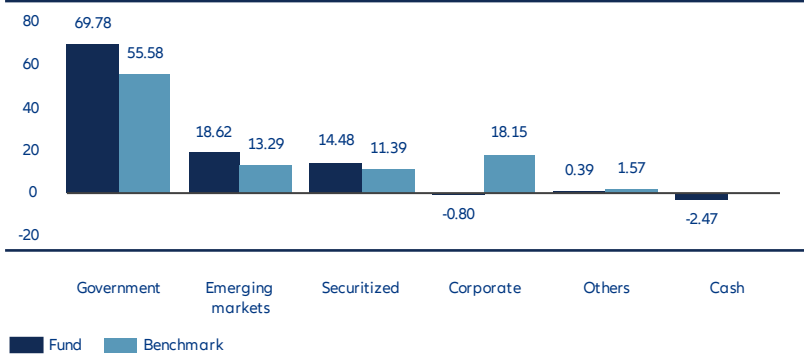
| Share class data             | Details      |
|------------------------------|--------------|
| Share class launch date      | 28/07/2016   |
| Share class currency         | GBP          |
| Share class size             | 51.61 M GBP  |
| Use of income                | Distributing |
| Dealing frequency            | Daily        |
| Minimum initial subscription | 10.00 M GBP  |

| Fees and purchase details        | Details <sup>4</sup> |
|----------------------------------|----------------------|
| Management fee (%) p.a.          | 0.39                 |
| Ongoing charges (%) <sup>5</sup> | 0.41                 |

| Other details          | Details      |
|------------------------|--------------|
| ISIN                   | GB00BYT2QW81 |
| WKN                    | A2ALQW       |
| Distribution countries | GB           |

| Fund data   | Values | Key figures                      | 3Y    | 5Y    |
|---|--------|----------------------------------|-------|-------|
| Eff. duration incl. cash & deriv. <sup>7</sup>            | 7.39   | Alpha (%) <sup>10</sup>          | -5.81 | -5.79 |
| Yield to maturity excl. cash & <sup>8</sup><br>deriv. (%) | 4.11   | Tracking error (%) <sup>11</sup> | 4.57  | 4.18  |
| Yield to worst excl. cash & deriv. <sup>9</sup><br>(%)    | 4.11   | Information ratio <sup>12</sup>  | -1.27 | -1.38 |
| Average rating  | AA-    | Volatility (%) <sup>13</sup>     | 7.25  | 7.07  |
| Number of bonds   | 78     | Sharpe ratio <sup>14</sup>       | -0.90 | -1.29 |

### Asset breakdown



### Top Regions<sup>15</sup>

| Top Regions  | % Fund weight | % BM weight | Relative to benchmark | % Active weight |
|--------------|---------------|-------------|-----------------------|-----------------|
| America      | 44.62         | 45.17       | -0.55                 | -0.55           |
| EMU          | 23.03         | 19.83       | 3.21                  | 3.21            |
| Asia-Pacific | 19.15         | 23.82       | -4.67                 | -4.67           |

### Country/location allocation<sup>15</sup>

| Country/location           | % Fund weight | % BM weight | Relative to benchmark | % Active weight |
|----------------------------|---------------|-------------|-----------------------|-----------------|
| USA                        | 25.52         | 40.53       | -15.01                | -15.01          |
| Canada                     | 12.13         | 3.54        | 8.59                  | 8.59            |
| People's Republic of China | 9.31          | 10.37       | -1.06                 | -1.06           |
| Italy                      | 9.22          | 3.27        | 5.96                  | 5.96            |
| Spain                      | 6.93          | 2.30        | 4.63                  | 4.63            |
| Japan                      | 5.75          | 8.38        | -2.63                 | -2.63           |
| Peru                       | 3.81          | 0.13        | 3.68                  | 3.68            |
| United Kingdom             | 3.40          | 4.46        | -1.07                 | -1.07           |
| Others                     | 26.41         | 27.02       | -0.61                 | -0.61           |
| Cash                       | -2.47         | -           | -2.47                 | -2.47           |

## ESG TRANSPARENCY

### EXTERNAL FUND RATINGS<sup>16</sup>

MSCI<sup>17</sup> ESG Rating

|     |   |    |     |          |    |     |
|-----|---|----|-----|----------|----|-----|
| CCC | B | BB | BBB | <b>A</b> | AA | AAA |
|-----|---|----|-----|----------|----|-----|

### ESG FUND OVERVIEW

#### Percentage of green bonds

|           |       |
|-----------|-------|
| Fund      | 0.96% |
| Benchmark | 2.66% |

### ESG score<sup>17</sup>

|                                 | Fund       | Benchmark  |
|---------------------------------|------------|------------|
| Holding-weighted average (0-10) | <b>5.8</b> | <b>6.0</b> |
| Environmental                   | 5.8        | 5.8        |
| Social                          | 7.0        | 6.7        |
| Governance                      | 6.2        | 6.2        |

### CLIMATE

#### Carbon footprint

|                                       |             |              |
|---------------------------------------|-------------|--------------|
| tCO <sub>2</sub> e / mio USD invested | <b>0.95</b> | <b>15.13</b> |
|                                       | Fund        | Benchmark    |

#### Weighted average carbon intensity

|                                    |              |               |
|------------------------------------|--------------|---------------|
| tCO <sub>2</sub> e / mio USD sales | <b>52.43</b> | <b>141.71</b> |
|                                    | Fund         | Benchmark     |

### ENGAGEMENT

#### Companies engaged by topic (last 12 months)

|                              |   |
|------------------------------|---|
| Environment risks impacts    | 4 |
| Corporate governance         | 4 |
| Strategy business model      | 4 |
| Social risks impacts         | 2 |
| Transparency and disclosure  | 1 |
| Risk management              | 1 |
| Business conduct and culture | 1 |
| Audit accounting             | 1 |

**Rating**<sup>15</sup>

| Investment grade         | % Fund weight | % BM weight | Relative to benchmark | % Active weight |
|--------------------------|---------------|-------------|-----------------------|-----------------|
| AAA                      | 13.56         | 12.02       |                       | 1.53            |
| AA                       | 30.91         | 31.85       |                       | -0.94           |
| A                        | 26.52         | 29.90       |                       | -3.38           |
| BBB                      | 14.53         | 14.34       |                       | 0.20            |
| <b>High Yield</b>        |               |             |                       |                 |
| BB                       | 3.27          | 0.00        |                       | 3.27            |
| <b>Cash &amp; others</b> |               |             |                       |                 |
| Others                   | 13.68         | 11.89       |                       | 1.79            |
| Cash                     | -2.47         | -           |                       | -2.47           |

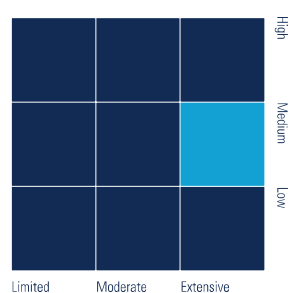
**Top issuers**<sup>19</sup>

| Issuer name                                       | % Fund weight |
|---|---------------|
| United States of America, Republic of (Territory) | 21.30         |
| China, Republic of (Territory)                    | 8.40          |
| Canada, Commonwealth of (Territory)               | 8.13          |
| Italy, Republic of (Territory)                    | 6.65          |
| Japan, Empire of (Territory)                      | 3.98          |

**Sector allocation**<sup>15 18</sup>

| BClass sector      | % Fund weight | % BM weight | Relative to benchmark | % Active weight |
|--------------------|---------------|-------------|-----------------------|-----------------|
| Treasury           | 75.04         | 53.74       |                       | 21.29           |
| Government-Related | 13.02         | 14.90       |                       | -1.88           |
| Securitized        | 3.49          | 3.45        |                       | 0.04            |
| Corporate          | 0.50          | 18.36       |                       | -17.86          |
| Others             | 10.42         | 9.54        |                       | 0.88            |
| Cash               | -2.47         | -           |                       | -2.47           |

**Morningstar style box**<sup>20</sup>



## OPPORTUNITIES AND RISKS

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### Opportunities

- Interest income on bonds, capital gains opportunities on declining interest rates
- Particular stability of bonds with high credit quality
- Above-average yield potential of corporate bonds
- Broad diversification across numerous securities
- Possible extra returns through single security analysis and active management

### Risks

- Interest rates vary, bonds suffer price declines on rising interest rates
- Limited yield potential of bonds with high credit quality
- Corporate bonds entail increased risk of volatility and losses
- Limited participation in the yield potential of single securities
- Success of single security analysis and active management not guaranteed

## SUSTAINABILITY GLOSSARY

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### Carbon footprint

Carbon footprint is the sum of greenhouse gas emissions, measured in CO<sub>2</sub> equivalents, for a specified entity, e.g., a company, the life cycle or partial life cycle of a product, or a service. A lower carbon footprint can be achieved through the use of renewable energy and efficient use of resources. A carbon footprint of zero is said to be carbon neutral which implies either there are no greenhouse gas emissions, or any carbon causing activities are offset by environmental activities to counter tackle carbon emissions, e.g., reforestation activities.

### Engagement

Engagement refers to interactions between an investor and a corporate or policy makers to improve corporate practices and disclosure of information at an industry or market level. The objective of engagement is exercising influence over a company's practices and performance (not limited to ESG issues). A company engagement dialogue generally encompasses a range of topics.

### Green bonds

Green bonds are bonds where the proceeds finance dedicated projects that have measurable environmental benefits, tackling issues such as: renewable energy, energy efficiency, clean buildings, clean transportation, water and waste management. The Green Bond Principles are voluntary process guidelines that recommend transparency and disclosure and promote integrity in the development of the Green Bond market by clarifying the approach for issuance of a Green Bond.

### Principal Adverse Impacts

Impacts of investment decisions that result in negative effects on sustainability factors, e.g., environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters (as defined in the SFDR). Since March 2021, asset managers need to disclose how they take into account Principal Adverse Impacts (PAI) in the investment process. A list of PAI indicators and metrics that are considered to have a negative impact has been defined and includes 14 indicators applicable to corporate issuers, and two applicable to sovereigns and supranationals. At AllianzGI, we have developed measures to consider PAIs in the investment process of our sustainable mutual funds.

### Proportion of sustainable investments

We have developed a proprietary method for measuring sustainable investment (as defined in the SFDR). For this, we assess the positive contribution of a company to environmental or social objectives (using the SDGs or the EU taxonomy objectives as reference frameworks). We base this assessment on specific business activities. For the assessment we combine qualitative and quantitative elements using external data providers but also our own research. Moreover, we consider certain types of securities, which have been issued to finance specific projects contributing to environmental or social objectives (for instance Green Bonds). Once we have identified a positive contribution to an environmental or social objective, we assess the investee company in order to avoid overall violations – the so called “do no significant harm test”. For this we use the principal adverse impact indicators (PAI). Furthermore, we ensure that the company complies with good corporate governance standards. Only when these three criteria are fulfilled, do we count the positive contribution into our sustainable investment share of the fund. This ensures that investors can expect a detailed analysis and a robust methodology.

### SFDR category

Sustainability category according to European Union Sustainable Finance Disclosure Regulation. This sustainability category depends on specific requirements as defined by the regulator. Reference regulation: Regulation (EU) 2019/2088

### Taxonomy

The taxonomy is a European regulation that builds a common European classification system for environmentally sustainable activities. The taxonomy tries to answer the question: What can be considered an environmentally sustainable activity? The taxonomy defines six environmental objectives:

1. Climate change mitigation,
2. Climate change adaptation,
3. The sustainable use and protection of water and marine resources,
4. The transition to a circular economy,
5. Pollution prevention and control, and
6. The protection and restoration of biodiversity and ecosystems.

To qualify as sustainable and align with the taxonomy, an activity must make a substantial contribution to one of the six environmental objectives, do no significant harm (DNSH) to the other environmental objectives, and comply with minimum safeguards. Besides the European taxonomy, other regions and jurisdictions have also developed or are in the process of developing taxonomies.

### Weighted average carbon intensity

The carbon intensity of the portfolio, determined by measuring the volume of carbon emissions per dollar of sales generated by portfolio companies (tons CO<sub>2</sub>/USD mn owned revenue). When used in other contexts and other industries, the denominator of this fraction may be other factors, e.g., for a company in the property sector, tons CO<sub>2</sub>/square meter of property managed.

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- 2) The Risk Indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. The categorization of a product is not guaranteed and may change in the future. Even the lowest category 1 does not mean a risk-free investment
- 3) until 30/06/2019 BLOOMBERG BARCLAYS CAPITAL GLOBAL AGGREGATE GBP HEDGED RETURN IN GBP
- 4) If the currency in which the past performance is displayed differs from the currency of the country in which the investor resides, then the investor should be aware that due to the exchange rate fluctuations the performance shown may be higher or lower if converted into the investor's local currency.
- 5) The stated ongoing charges reflect the total expense ratio (TER) of the Fund. In the event of a new issue, a short financial year or a fee adjustment, the Fund's ongoing charges will be estimated. Ongoing charges may vary from year to year and do not include transaction costs for the purchase or sale of assets for the Fund. In addition, no costs resulting from any performance-related remuneration are included in ongoing charges.
- 6) The calculation is based on the net asset value per unit/share (front-end load in the first year of investment deducted) assuming distributions were reinvested. Calculation according to BVI method. The performance in this model calculation is based on an invested amount of EUR 1,000 and is adjusted for the following expenses: front-end load of 0.0% (invested amount reduced by EUR 0.00 on the date of the subscription) in the first year of investment. The management of the account may involve annual custodian fees, which will reduce the performance. Past performance does not predict future returns. These figures refer to the past. If the currency of a financial product, financial service or its costs is different from your reference currency, the return and/or costs can increase or decrease as a result of currency fluctuations. Source for all data and chart (if not indicated otherwise): IDS GmbH.
- 7) Effective duration is a measure of the price sensitivity of bonds, particularly useful for bonds with embedded options. It is calculated by using the interest rate model to calculate three values for the bond: the value given the current yield curve, and the values for both up and down shocks to that curve.
- 8) Yield to maturity: The yield to maturity of a bond indicates what capital growth p.a. is theoretically possible up to maturity, if bought at the current price. In addition to coupon income, any price gains/losses up to repayment of the bond are taken into account. The yield to maturity of a fund is the weighted average of the yield to maturity of all the bonds that are held. It is assumed that the bonds are held until maturity and interest income is reinvested on the same conditions. The yield to maturity is a portfolio characteristic; in particular, it does not reflect the actual fund income. The expenses charged to the fund are not taken into account. As a result, the yield to maturity is not suitable as an indicator of the future performance of a bond fund.
- 9) Yield to worst: Represents the lowest potential yield that an investor could theoretically receive on the bond up to maturity if bought at the current price (excluding the default case of the issuer). The yield to worst is determined by making worst-case scenario assumptions, calculating the returns that would be received if worst-case scenario provisions, including prepayment, call or sinking fund, are used by the issuer (excluding the default case). It is assumed that the bonds are held until maturity and interest income is reinvested on the same conditions. Calculation is before currency hedging. The yield to worst is a portfolio characteristic; in particular, it does not reflect the actual fund income. The expenses charged to the fund are not taken into account. As a result, the yield to worst is not suitable as an indicator of the future performance of a bond fund. Forecasts are not a reliable indicator of future results.
- 10) Alpha is a measure of a portfolio's excess return relative to its expected return based on its risk level. It represents the value added (or subtracted) by a portfolio manager beyond what is explained by market movements.
- 11) Tracking error is the difference in actual performance between the portfolio and its corresponding benchmark. The tracking error can be also considered as an indicator of how actively a fund is managed and its corresponding risk level. It is measured as standard deviation of the portfolio's excess returns over the benchmark.
- 12) The Information Ratio (IR) is a measure of a portfolio manager's ability to generate excess returns relative to a benchmark, adjusted for risk.
- 13) Volatility measures the fluctuation range of the fund's performance over a specified period of time
- 14) The Sharpe ratio states the relationship between the return generated by the fund and the investment risk. The fund's excess return versus the risk-free market rate is compared to volatility. Negative values are not meaningful.
- 15) This is for guidance only and not indicative of future allocation.
- 16) A ranking, a rating or an award provides no indicator of future performance and is not constant over time.
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