

ASI Short Duration Credit Fund

Retail Inc GBP



31 May 2022

Objective

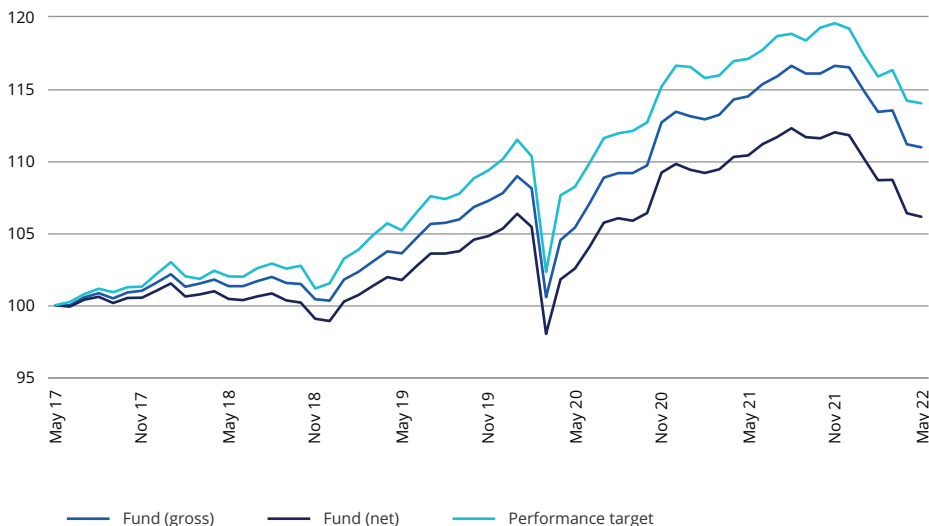
To generate income and some growth over the short term (1 to 3 years) by investing in Sterling-denominated corporate bonds.

Performance Target: To achieve the return of the Bloomberg Sterling Corporate and Collateralised Index (Hedged to 2 year duration) plus 1% per annum (before charges). The Performance Target is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the Performance Target. The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the index.

Portfolio securities

- The fund will invest at least 60% in Sterling denominated investment grade corporate bonds.
- The fund may also invest in bonds issued anywhere in the world by governments and corporations, including sub-sovereigns, sub-investment grade, inflation-linked, convertible, asset backed and mortgage backed bonds. The fund will employ techniques to reduce (hedge) risk related to currency movements on non-Sterling bonds.
- The fund may also invest in other funds (including those managed by abrdn) and money-market instruments, and cash.

Performance



Cumulative and annualised performance

	1 month	6 months	Year to date	1 year	3 years (p.a.)	5 years (p.a.)
Fund (gross) (%)	-0.19	-4.84	-4.76	-3.07	2.32	2.11
Fund (net) (%)	-0.23	-5.23	-5.06	-3.85	1.41	1.19
Performance target (%)	-0.15	-4.65	-4.35	-2.63	2.72	2.66

Discrete annual returns - year to 31/5

	2022	2021	2020	2019	2018
Fund (gross) (%)	-3.07	8.65	1.72	2.25	1.33
Fund (net) (%)	-3.85	7.64	0.77	1.30	0.43
Performance target (%)	-2.63	8.20	2.87	3.13	2.01

Performance Data: Share Class Retail Inc GBP.

Benchmark history: Performance target – Bloomberg Sterling Corporate and Collateralised (Hedged to 2 year duration) +1.00% Source: abrdn (Fund & Benchmark) and Morningstar (Sector). Basis: Total Return, NAV to NAV, UK Net/Gross Income Reinvested.

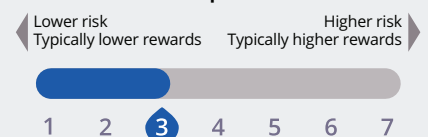
“Fund (Net)” refers to the actual unit price performance of the shareclass shown; “Fund(Gross)” adds back charges such as the annual management charge to present performance on the same basis as the performance target / performance comparator / portfolio constraining benchmark. These figures do not include the initial charge; if this is paid it will reduce performance from that shown.

Past performance is not a guide to future returns and future returns are not guaranteed.

Key facts

Fund manager(s)	Daniel McKernan & Mark Munro
Fund launch date	01 May 2003
Share class launch date	01 May 2003
Authorised corporate director (ACD)	Aberdeen Standard Fund Managers Limited
Fund size	£25.8m
Number of holdings	225
Performance target	Bloomberg Sterling Corporate and Collateralised (Hedged to 2 year duration) +1.00%
Yield to maturity exc derivatives	4.61%
Entry charge (up to) ¹	4.00%
Annual management charge	1.00%
Ongoing charge figure ²	1.03%
Minimum initial investment	GBP 500
Fund type	OEIC
Valuation point	12:00 (UK time)
Base currency	GBP
Sedol	3278462
ISIN	GB0032784620
Bloomberg	SLSEIRI LN
Citicode	S810
Domicile	United Kingdom

Risk and reward profile



This indicator reflects the volatility of the fund's share price over the last five years. See Key Investor Information Document (KIID) for details.

Key risks

- The value of investments and the income from them can fall and investors may get back less than the amount invested.
- The fund invests in securities which are subject to the risk that the issuer may default on interest or capital payments.
- The fund price can go up or down daily for a variety of reasons including changes in interest rates, inflation expectations or the perceived credit quality of individual countries or securities.
- The fund invests in high yielding bonds which carry a greater risk of default than those with lower yields.

Investor Services
0345 113 69 66
www.abrdn.com

Management process

- The management team use their discretion (active management) to identify bonds and derivatives based on analysis of global economic and market conditions (for example, interest rates and inflation) and analysis of a company's prospects and creditworthiness compared to that of the market.
- In seeking to achieve the Performance Target, the Bloomberg Sterling Corporate and Collateralised Index (Hedged to 2 year duration) is used as a reference point for portfolio construction and as a basis for setting risk constraints. The expected variation ('tracking error') between the returns of the fund and the index is not ordinarily expected to exceed 3% . Due to the Fund's risk constraints, the intention is that the Fund's performance profile will not deviate significantly from that of the Bloomberg Sterling Corporate and Collateralised Index (Hedged to 2 year duration) over the longer term.
- Please note: The Fund's ability to buy and sell bonds and the associated costs can be affected during periods of market stress which could include periods where interest rates move sharply.

Top Ten Holdings

E.ON Finance 6.375% 2032	2.4
AT&T 4.875% 2044	2.1
Volkswagen International Finance 3.375% 2026	1.8
Deutsche Bank 2.625% 2024	1.7
Royal Bank of Scotland Group 2.875% 2026	1.7
Thames Water Finance 3.5% 2028	1.6
Barclays 3.125% 2024	1.5
Scottish Hydro Electric 2.25% 2035	1.4
Virgin Money UK 7.875% 2028	1.4
Banco Santander 2.75% 2023	1.3
Assets in top ten holdings	16.9

Maturity (%)

0-5 years	35.1
5-10 years	32.2
10-15 years	14.6
15-20 years	8.7
20-25 years	6.4
25-30 years	2.6
30+ years	0.4

Source : abrdn 31/05/2022
Figures may not always sum to 100 due to rounding.

Sector (%)

Financials	34.7
Utilities	15.3
Real Estate	11.2
Industrials	6.6
Telecommunication Services	4.6
Consumer Discretionary	4.1
Consumer Staples	3.9
Quasi Sovereign	2.0
Other	13.7
Cash	4.0

Credit rating (%)

AA	1.6
A	18.4
BBB	57.4
BB	7.0
B	3.1
CCC	1.4
N/R	11.3

- (e) Convertible securities are investments that can be changed into another form upon certain triggers. As such, they can exhibit credit, equity and fixed interest risk. Contingent convertible securities (CoCos) are similar to convertible securities but have additional triggers which mean that they are more vulnerable to losses and volatile price movements and hence become less liquid.
- (f) The use of derivatives carries the risk of reduced liquidity, substantial loss and increased volatility in adverse market conditions, such as a failure amongst market participants. The use of derivatives may result in the fund being leveraged (where market exposure and thus the potential for loss by the fund exceeds the amount it has invested) and in these market conditions the effect of leverage will be to magnify losses.
- (g) The fund invests in mortgage and asset-backed securities (which may include collateralised loan, debt or mortgage obligations (respectively CLOs, CDOs or CMOs)). These are subject to prepayment and extension risk and additional liquidity and default risk compared to other credit securities.

Risk stats

Fund Volatility*	5.30
------------------	------

Source : abrdn. ^ Three year annualised.

Derivative usage

- The fund may use derivatives to reduce risk, reduce cost and/or generate additional income or growth consistent with the risk profile of the fund (often referred to as 'Efficient Portfolio Management').
- In particular, the fund will use derivatives to reduce the Fund's exposure to interest rate risk to a level consistent with that of the Bloomberg Sterling Corporate and Collateralised Index (Hedged to 2 year duration).
- In addition the fund may use derivative instruments to manage expected changes in inflation, currencies or credit worthiness of corporations or governments.
- The fund may also invest in other funds which may use derivatives extensively although these investments shall be in line with Fund's overall risk profile.

To help you understand this fund and for a full explanation of risks and the overall risk profile of this fund and the shareclasses within it, please refer to the Key Investor Information Documents and Prospectus which are available on our website www.abrdn.com The Prospectus also contains a glossary of key terms used in this document.

¹These are the maximum charges that we might take out of your money before it is invested. In some cases, the charges may be less and you should speak to your financial advisor about this.

²The Ongoing Charge Figure (OCF), is the overall cost shown as a percentage of the value of the assets of the fund. It is made up of the Annual Management Charge (AMC) of 1.00% and other charges. It does not include any initial charges or the cost of buying and selling stocks for the fund. The Ongoing Charges figure can help you compare the annual operating expenses of different funds.

The fund is a sub-fund of Aberdeen Standard OEIC II, an authorised open-ended investment company (OEIC).

The information contained in this document should not be considered as an offer, solicitation or investment recommendation to deal in the shares of any securities or financial instruments. It is not intended for distribution or use by any person or entity who is a citizen or resident of or located in any jurisdiction where such distribution, publication or use would be prohibited.

Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned. This is not an invitation to subscribe for shares in the fund and is by way of information only.

Subscriptions will only be received and shares issued on the basis of the current Prospectus, relevant Key Investor Information Document (KIID) and Supplementary Information Document (SID) for the fund. These can be obtained free of charge from Aberdeen Standard Fund Managers Limited, PO Box 9029, Chelmsford, CM99 2WJ or available on www.abrdn.com.

Any data contained herein which is attributed to a third party ("Third Party Data") is the property of (a) third party supplier(s) (the "Owner") and is licensed for use by abrdn*. Third Party Data may not be copied or distributed. Third Party Data is provided "as is" and is not warranted to be accurate, complete or timely. To the extent permitted by applicable law, none of the Owner, abrdn* or any other third party (including any third party involved in providing and/or compiling Third Party Data) shall have any liability for Third Party Data or for any use made of Third Party Data. Neither the Owner nor any other third party sponsors, endorses or promotes the fund or product to which Third Party Data relates.

* abrdn means the relevant member of abrdn group, being abrdn plc together with its subsidiaries, subsidiary undertakings and associated companies (whether direct or indirect) from time to time.

United Kingdom (UK): Issued by Aberdeen Standard Fund Managers Limited, registered in England and Wales (740118) at Bow Bells House, 1 Bread Street, London, EC4M 9HH. Authorised and regulated by the Financial Conduct Authority in the UK.