

Please note that the Company's sub-fund – Allianz Global Investors Opportunities – Allianz China A-Shares (the "Sub-Fund") was merged into Allianz Global Investors Fund – Allianz China A-Shares on 23 October 2019. The Sub-Fund was de-registered with the Monetary Authority of Singapore on the same day. The relevant audited annual report is for reference only. This is not an offer to buy or sell, or a solicitation, any particular security, strategy, or services nor does this constitute investment advice or recommendation.

# Allianz Global Investors

## Opportunities

Investment fund under Luxembourg law  
Société d'Investissement à Capital Variable  
R.C.S. Luxembourg No. B144.896

### **Annual Report**

30 June 2019

**Allianz Global Investors GmbH**

# General Information

Allianz Global Investors Opportunities (the “Company”) was incorporated under the laws of the Grand Duchy of Luxembourg as an open-ended investment company with variable share capital. The Company was originally authorised by the Commission de Surveillance du Secteur Financier as a “Société d’Investissement à Capital Variable” (SICAV) and registered pursuant to Part II of the Luxembourg Law of 17 December 2010, as amended, on undertakings for collective investment and qualifies as an alternative investment fund as defined in the Law of 12 July 2013 on Alternative Investment Fund Managers and has been converted into Part I of the Law effective 27 April 2018. The Company was established on 12 February 2009. It is subject to the provisions of the law relating to Commercial Companies of 10 August 1915. The Company was originally incorporated as an open-ended société d’investissement à capital variable under part II of the Law and has been converted into part I of the Law effective 27 April 2018.

The following Subfund was available for subscription and redemption on 30 June 2019:

- Allianz China A-Shares

The figures presented in this report relate to the reporting period from 1 July 2017 to 30 June 2018. They should not necessarily be taken as an indication of the future performance of the Subfund.

This report does not constitute an offer or an invitation to purchase shares of the Subfund. Subscriptions are only valid if made on the basis of the current sales prospectus and the Articles of Incorporation supplemented by the latest available audited Annual Report. If the latest Annual Report was published more than eight months ago, then the most recent Semi-Annual Report must also be made available.

Because the operations of the Company referred only to the Subfund Allianz China A-Shares, this report also serves as the Annual report for the Company, that is, no separate consolidated figures are presented.

The Prospectus, the Articles of Incorporation as well as the respective Annual and Semi-Annual reports can be obtained at the registered office of the Company, the Distributors and each Paying and Information Agent without charge.

Some transactions conducted in the reporting period do no longer appear in the Investment Portfolio. Statements of Changes in inventory are available free of charge on request at the registered office of the Company in Luxembourg and at the Representatives where the Subfund is distributed.

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# Investment Policy and Subfund Assets

## Market review

The past one year for Allianz China A-Shares can be split into two halves. MSCI China A-Shares corrected by 15% in the second half of 2018, driven by escalation of US-China trade conflict, as well as concerns over economic slowdown under the deleveraging campaign. By end of 2018, Allianz China A-Shares had corrected by close to 40% from the peak level in Jan 2018 and was clearly tilted towards oversold territory – forward price to earnings and price to book were at 9.5 x and 1.4 x for MSCI China A-Shares Onshore Index, close to historical bottom.

Contrary to the weak performance in H2 2018, H1 2019 was characterized by a strong rerating in Allianz China A-Shares, with MSCI China A-Shares returning 28% in USD terms. While sustainable corporate earnings acceleration is yet to be seen, market started to price in the counter-cyclical measures by the Chinese government to cushion economic slowdown, therefore the previous valuation looked too pessimistic. Re-rating was faced with profit taking in May 2019 when US-China trade conflicted escalated; however, market rebounded in June, which to some extent suggested that bad news were priced in, and the fundamental earnings profiles remain the key driver for market return.

## Fund performance

Allianz China A-Shares Fund outperformed the benchmark for the past year ending June 2019. Positive stock selection was the main driver for outperformance, especially in sectors such as industrials, financials and information technology. The top contributor was the national No. 2 white liquor brand. The white liquor industry has been recovering over the past years since the down cycle caused by the anticorruption campaign by President Xi. This company has benefitted from price hikes as consumers upgrade their consumption to high end white liquor brands. On the other hand, our position in the leading yeast manufacturer detracted the most over the period. The company was faced with short term earnings disappointment given temporary production suspension in one of its plants due to environmental concerns. We believe this is short term phenomenon. Our long term view that this company should benefit from rising health awareness and consumption upgrade by Chinese consumers remain unchanged.

## Strategy and Outlook

Over the medium to long term, we are optimistic on the outlook for Allianz China A-Shares. This is driven by the ongoing positive effects of MSCI increasing Allianz China A-Shares' weighting in its flagship benchmarks, and the long term requirement for foreign investors to increase their China exposure. In the short term, corporate earnings so far have proven to be less vulnerable to external shocks than many investors had feared and the pro-active counter cyclical government policies have helped support growth as well.

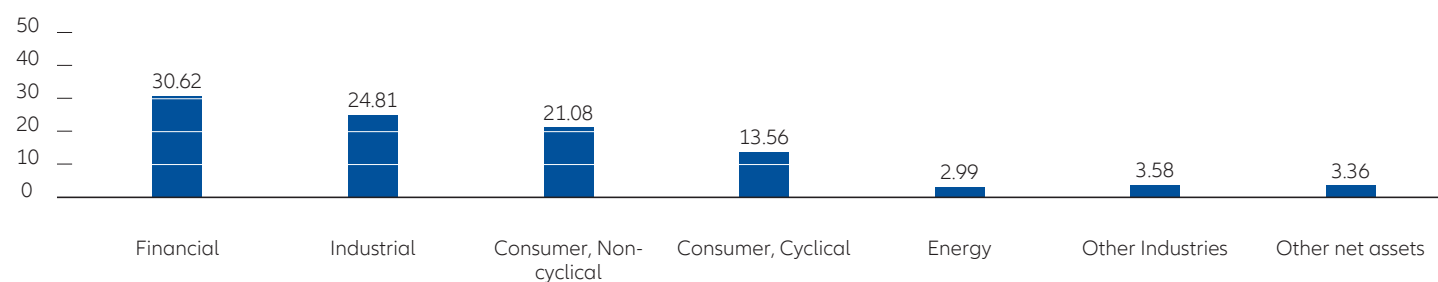
What are the risks? Overall market valuation is still reasonable at around 13x forward P/E. However it is certainly the case that stocks are no longer as cheap as they were at the beginning of 2019. At some stage, therefore, the market will need stronger corporate earnings to continue to move higher. At the same time, further economic deceleration may translate into weak capital expenditure and lower consumption demand; thus impact corporate earnings growth. Therefore we need to be highly selective and look for candidates that are less vulnerable to economic cycles. In fact, during economic down cycle, high quality companies with sufficient cash position, low leverage, strong bargaining power and professional management can typically better weather through the tough environments and outperform their low quality peers.

In terms of portfolio positioning, we have been looking to rotate from stocks which have reached target prices – and where we see no fundamental justification to raise them – and into laggard stocks where the growth potential is not factored into valuations. There has been little change to overall sector relative positioning.

The exact performance in the period under review is reported in the table "Performance of the Subfund".

Please refer to the Key Investor Information and sales prospectus for additional information on the Subfund.

Breakdown of Net Assets in %



## The Subfund in figures

		30/06/2019	30/06/2018	30/06/2017
Subfund assets in millions of USD		935.8	326.7	56.9
Shares in circulation				
- Class AT (USD) (accumulating)	WKN: A0R LBN/ISIN: LU0411150922	8,015,011	4,066,653	1,193,773
- Class IT (USD) (accumulating)	WKN: A0R LBS/ISIN: LU0411151904	89,978	88,396	16,829
- Class PT8 (USD) (accumulating)	WKN: A2P H31/ISIN: LU1988106495	1	--	--
- Class RT (USD) (accumulating)	WKN: A2J HXD/ISIN: LU1807385924	1,255,715	118	--
- Class W (USD) (distributing)	WKN: A2N 7D5/ISIN: LU1892838498	17,979	--	--
- Class WT (USD) (accumulating)	WKN: A2J N2R/ISIN: LU1840486713	138,753	30,001	--
- Class W7 (USD) (distributing)	WKN: A2P E5K/ISIN: LU1960070321	97,286	--	--
- Class A (EUR) (distributing)	WKN: A2P D65/ISIN: LU1951507539	2,440	--	--
- Class A (H2-EUR) (distributing)	WKN: A2P D66/ISIN: LU1951507612	100	--	--
- Class P (EUR) (distributing)	WKN: A2P FSM/ISIN: LU1965306498	3,362	--	--
- Class RT (H2-EUR) (accumulating)	WKN: A2J PEB/ISIN: LU1846575030	19,051	--	--
- Class WT (GBP) (accumulating)	WKN: A2J PEC/ISIN: LU1846574900	127,906	--	--
- Class AT (HKD) (accumulating)	WKN: A2J HXC/ISIN: LU1807384877	1,853,146	165,383	--
- Class AT (SGD) (accumulating)	WKN: A2H 6TL/ISIN: LU1711176070	2,474,874	723,611	--
Net asset value per share in USD				
- Class AT (USD) (accumulating)	WKN: A0R LBN/ISIN: LU0411150922	24.72	22.56	19.93
- Class IT (USD) (accumulating)	WKN: A0R LBS/ISIN: LU0411151904	2,489.40	2,249.76	1,966.86
- Class PT8 (USD) (accumulating)	WKN: A2P H31/ISIN: LU1988106495	1,111.51	--	--
- Class RT (USD) (accumulating)	WKN: A2J HXD/ISIN: LU1807385924	9.94	8.99	--
- Class W (USD) (distributing)	WKN: A2N 7D5/ISIN: LU1892838498	1,332.54	--	--
- Class WT (USD) (accumulating)	WKN: A2J N2R/ISIN: LU1840486713	1,145.36	1,031.53	--
- Class W7 (USD) (distributing)	WKN: A2P E5K/ISIN: LU1960070321	1,019.00	--	--
Net asset value per share in EUR				
- Class A (EUR) (distributing)	WKN: A2P D65/ISIN: LU1951507539	105.22	--	--
- Class A (H2-EUR) (distributing)	WKN: A2P D66/ISIN: LU1951507612	104.46	--	--
- Class P (EUR) (distributing)	WKN: A2P FSM/ISIN: LU1965306498	1,000.89	--	--
- Class RT (H2-EUR) (accumulating)	WKN: A2J PEB/ISIN: LU1846575030	108.35	--	--
Net asset value per share in GBP				
- Class WT (GBP) (accumulating)	WKN: A2J PEC/ISIN: LU1846574900	1,182.97	--	--
Net asset value per share in HKD				
- Class AT (HKD) (accumulating)	WKN: A2J HXC/ISIN: LU1807384877	9.80	8.98	--
Net asset value per share in SGD				
- Class AT (SGD) (accumulating)	WKN: A2H 6TL/ISIN: LU1711176070	10.10	9.30	--
Highest issue price/lowest redemption price				
- Class AT (USD) (accumulating) Shares	WKN A0RLBN / ISIN LU0411150922	16.64 / 19.93	19.81 / 13.61	23.57 / 9.37
- Class IT (USD) (accumulating) Shares	WKN A0RLBS / ISIN LU0411151904	1,649.73 / 1,966.86	1,041.54 / 1,041.54	2,429.37 / 960.72
- Class PT8 (USD) (accumulating) Shares	WKN A2PH31 / ISIN LU1988106495	980.59 / 1,111.51	--	--
- Class RT (USD) (accumulating) Shares	WKN A2JHXD / ISIN LU1807385924	7.04 / 10.15	--	--
- Class W (USD) (distributing) Shares	WKN A2N7D5 / ISIN LU1892838498	941.97 / 1,359.40	--	--
- Class W7 (USD) (distributing) Shares	WKN A2PE5K / ISIN LU1960070321	898.69 / 1,039.14	--	--
- Class WT (USD) (accumulating) Shares	WKN A2JN2R / ISIN LU1840486713	809.64 / 1,168.43	--	--
- Class A (EUR) (distributing) Shares	WKN A2PD65 / ISIN LU1951507539	94.12 / 109.04	--	--
- Class A (H2-EUR) (distributing) Shares	WKN A2PD66 / ISIN LU1951507612	92.44 / 107.68	--	--
- Class P (EUR) (distributing) Shares	WKN A2PFSM / ISIN LU1965306498	894.87 / 1,036.18	--	--

- Class RT (H2-EUR) (accumulating) Shares	WKN A2JPEB / ISIN LU1846575030	77.99 / 111.53	--	--
- Class WT (GBP) (accumulating) Shares	WKN A2JPEC / ISIN LU1846574900	824.49 / 1,182.97	--	--
- Class AT (HKD) (accumulating) Shares	WKN A2JHXC / ISIN LU1807384877	6.99 / 10.07	--	--
- Class AT (SGD) (accumulating) Shares	WKN A2H6TL / ISIN LU1711176070	7.25 / 10.35	--	--

# Allianz China A-Shares

## Investment Portfolio as at 30/06/2019

ISIN	Securities	Shares/ Currency (in 1,000)/ Contracts	Holdings 30/06/2019	Price	Market Value in USD	% of Subfund assets
<b>Securities and money-market instruments admitted to an official stock exchange listing</b>					<b>904,266,303.82</b>	<b>96.64</b>
<b>Equities</b>					<b>904,266,303.82</b>	<b>96.64</b>
<b>China</b>					<b>904,266,303.82</b>	<b>96.64</b>
CNE100000GR6	Aier Eye Hospital Group -A-	Shs	4,782,764 CNH	30.970	21,550,376.25	2.30
CNE1000034D3	Amoy Diagnostics -A-	Shs	1,195,697 CNH	52.370	9,110,420.31	0.97
CNE0000014G0	Angel Yeast -A-	Shs	6,323,957 CNH	31.630	29,101,997.57	3.11
CNE0000019V8	Anhui Conch Cement -A-	Shs	2,685,242 CNH	41.500	16,213,106.22	1.73
CNE000001N05	Bank of China -A-	Shs	12,891,881 CNH	3.740	7,014,917.86	0.75
CNE1000005P7	Bank of Ningbo -A-	Shs	7,761,299 CNH	24.240	27,371,697.40	2.92
CNE100000NN1	Beijing Easpring Material Technology -A-	Shs	2,185,806 CNH	22.970	7,304,782.83	0.78
CNE0000012Q3	BTG Hotels Group -A-	Shs	3,556,842 CNH	17.980	9,304,412.61	0.99
CNE100000GV8	Centre Testing International Group -A-	Shs	4,946,327 CNH	10.800	7,772,151.89	0.83
CNE100000742	China Construction Bank -A-	Shs	18,474,886 CNH	7.440	19,998,130.71	2.14
CNE100000G29	China International Travel Service -A-	Shs	1,466,942 CNH	88.650	18,920,228.75	2.02
CNE000000YM1	China Jushi -A-	Shs	4,667,511 CNH	9.530	6,471,619.14	0.69
CNE000001Q93	China Life Insurance -A-	Shs	5,884,525 CNH	28.320	24,245,958.71	2.59
CNE000001B33	China Merchants Bank -A-	Shs	6,341,559 CNH	35.980	33,196,469.36	3.56
CNE0000000T2	China Vanke -A-	Shs	5,863,640 CNH	27.810	23,724,823.36	2.54
CNE000001G87	China Yangtze Power -A-	Shs	3,855,034 CNH	17.900	10,039,589.22	1.07
CNE000000TL3	Chongqing Brewery -A-	Shs	1,527,685 CNH	47.160	10,489,586.16	1.12
CNE000000LF2	Chongqing Department Store -A-	Shs	2,075,226 CNH	30.240	9,130,233.55	0.98
CNE100000WX1	Chongqing Fuling Zhacai Group -A-	Shs	3,017,627 CNH	30.500	13,390,601.82	1.43
CNE000001DB6	CITIC Securities -A-	Shs	13,340,590 CNH	23.810	46,213,528.86	4.95
CNE100003662	Contemporary Amperex Technology -A- (traded in China)	Shs	820,913 CNH	68.880	8,232,675.84	0.88
CNE100003662	Contemporary Amperex Technology -A- (traded in Hong-Kong)	Shs	279,430 CNH	68.880	2,800,276.20	0.30
CNE100000PM8	Hangzhou Hikvision Digital Technology -A-	Shs	1,909,611 CNH	27.580	7,662,559.67	0.82
CNE100000WY9	Hangzhou Robam Appliances -A-	Shs	4,554,731 CNH	27.140	17,984,868.89	1.92
CNE100001KV8	Hangzhou Tigermed Consulting -A-	Shs	1,109,343 CNH	77.100	12,443,854.52	1.33
CNE000001JQ1	Han's Laser Technology Industry Group -A-	Shs	1,548,246 CNH	34.380	7,744,270.94	0.83
CNE100000LQ8	Huatai Securities -A-	Shs	9,095,422 CNH	22.320	29,536,004.40	3.16
CNE1000019R4	Jiangsu Hengli Hydraulic -A- (traded in China)	Shs	2,180,412 CNH	31.380	9,961,901.57	1.06
CNE1000019R4	Jiangsu Hengli Hydraulic -A- (traded in Hong-Kong)	Shs	5,392,316 CNH	31.380	24,618,578.57	2.63
CNE0000014W7	Jiangsu Hengrui Medicine -A-	Shs	1,146,785 CNH	66.000	11,011,858.93	1.18
CNE100001FR6	LONGi Green Energy Technology -A-	Shs	4,545,404 CNH	23.110	15,282,947.99	1.63
CNE100000TP3	Luxshare Precision Industry -A- (traded in China)	Shs	258,180 CNH	24.790	931,858.28	0.10
CNE100000TP3	Luxshare Precision Industry -A- (traded in Hong-Kong)	Shs	6,827,949 CNH	24.790	24,626,432.09	2.63
CNE100001QQ5	Midea Group -A-	Shs	4,345,986 CNH	51.860	32,791,066.00	3.50
CNE100000ML7	NAURA Technology Group -A-	Shs	875,745 CNH	69.250	8,823,322.31	0.94
CNE000001R84	Ping An Insurance Group -A-	Shs	4,250,467 CNH	88.610	54,796,659.66	5.87
CNE000001ND1	Poly Developments and Holdings Group -A-	Shs	10,782,199 CNH	12.760	20,016,710.93	2.14
CNE000001F70	Sany Heavy Industry -A-	Shs	7,676,084 CNH	13.080	14,607,710.81	1.56
CNE000000V89	Shanghai International Airport -A-	Shs	2,226,193 CNH	83.780	27,135,502.53	2.90
CNE000000DH5	Shanxi Xinghuacun Fen Wine Factory -A-	Shs	3,668,219 CNH	69.050	36,851,370.08	3.94
CNE000000XL5	Shengyi Technology -A-	Shs	4,291,461 CNH	15.050	9,396,721.81	1.00
CNE100003373	Shennan Circuits -A-	Shs	580,424 CNH	101.920	8,606,755.72	0.92
CNE100002G84	Shenzhen Goodix Technology -A-	Shs	283,191 CNH	138.800	5,718,782.94	0.61
CNE0000016J9	Wanhua Chemical Group -A-	Shs	1,443,726 CNH	42.790	8,987,973.10	0.96
CNE1000000D4	Weichai Power -A-	Shs	9,889,921 CNH	12.290	17,683,955.17	1.89
CNE000000VQ8	Wuliangye Yibin -A-	Shs	1,903,777 CNH	117.950	32,669,968.89	3.49
CNE100000SP5	WUS Printed Circuit Kunshan -A-	Shs	5,611,720 CNH	13.620	11,120,077.17	1.19
CNE100001ZF9	Wuxi Lead Intelligent Equipment -A-	Shs	3,639,053 CNH	33.600	17,789,443.32	1.90
CNE100001740	Xiamen Comfort Science & Technology Group -A-	Shs	5,430,857 CNH	16.320	12,895,055.69	1.38
CNE100000L55	Yantai Jereh Oilfield Services Group -A-	Shs	3,790,215 CNH	23.100	12,738,272.23	1.36
CNE100000XX9	Yonghui Superstores -A-	Shs	8,693,185 CNH	10.210	12,913,363.14	1.38
CNE1000023M7	Zhejiang Dingli Machinery -A-	Shs	3,166,384 CNH	58.710	27,046,455.80	2.89

The accompanying notes form an integral part of these financial statements.



## Investment Portfolio as at 30/06/2019

ISIN	Securities	Shares/ Currency (in 1,000)/ Contracts	Holdings 30/06/2019	Price	Market Value in USD	% of Subfund assets
CNE100001CY9	Zhongji Innolight -A-	Shs	1,673,214 CNH	33.990	8,274,416.05	0.88
<b>Investments in securities and money-market instruments</b>					<b>904,266,303.82</b>	<b>96.64</b>
<b>Deposits at financial institutions</b>					<b>39,346,467.53</b>	<b>4.20</b>
<b>Sight deposits</b>					<b>39,346,467.53</b>	<b>4.20</b>
	State Street Bank GmbH, Luxembourg Branch	USD			39,328,122.38	4.20
	Cash at Broker and Deposits for collateralisation of derivatives	USD			18,345.15	0.00
<b>Investments in deposits at financial institutions</b>					<b>39,346,467.53</b>	<b>4.20</b>
<b>Derivatives</b>						
Holdings marked with a minus are short positions.						
<b>OTC-Dealt Derivatives</b>					<b>30,097.06</b>	<b>0.00</b>
<b>Forward Foreign Exchange Transactions</b>					<b>30,097.06</b>	<b>0.00</b>
Sold EUR / Bought USD - 15 Aug 2019		EUR	-49,551.65		-535.28	0.00
Sold USD / Bought EUR - 15 Aug 2019		USD	-2,340,339.57		30,632.34	0.00
<b>Investments in derivatives</b>					<b>30,097.06</b>	<b>0.00</b>
<b>Net current assets/liabilities</b>		<b>USD</b>			<b>-7,833,907.96</b>	<b>-0.84</b>
<b>Net assets of the Subfund</b>		<b>USD</b>			<b>935,808,960.45</b>	<b>100.00</b>

## Net asset values per share

- Class AT (USD) (accumulating)	USD	24.72
- Class IT (USD) (accumulating)	USD	2,489.40
- Class PT8 (USD) (accumulating)	USD	1,111.51
- Class RT (USD) (accumulating)	USD	9.94
- Class W (USD) (distributing)	USD	1,332.54
- Class W7 (USD) (distributing)	USD	1,019.00
- Class WT (USD) (accumulating)	USD	1,145.36
- Class A (EUR) (distributing)	EUR	105.22
- Class A (H2-EUR) (distributing)	EUR	104.46
- Class P (EUR) (distributing)	EUR	1,000.89
- Class RT (H2-EUR) (accumulating)	EUR	108.35
- Class WT (GBP) (accumulating)	GBP	1,182.97
- Class AT (HKD) (accumulating)	HKD	9.80
- Class AT (SGD) (accumulating)	SGD	10.10
Shares in circulation		
- Class AT (USD) (accumulating)	Shs	8,015,011
- Class IT (USD) (accumulating)	Shs	89,978
- Class PT8 (USD) (accumulating)	Shs	1
- Class RT (USD) (accumulating)	Shs	1,255,715
- Class W (USD) (distributing)	Shs	17,979
- Class W7 (USD) (distributing)	Shs	97,286
- Class WT (USD) (accumulating)	Shs	138,753
- Class A (EUR) (distributing)	Shs	2,440
- Class A (H2-EUR) (distributing)	Shs	100
- Class P (EUR) (distributing)	Shs	3,362
- Class RT (H2-EUR) (accumulating)	Shs	19,051
- Class WT (GBP) (accumulating)	Shs	127,906
- Class AT (HKD) (accumulating)	Shs	1,853,146
- Class AT (SGD) (accumulating)	Shs	2,474,874

## Statement of Operations

	2018/2019	2017/2018
	USD	USD
Interest on		
- positive interest rate	135,902.33	9,813.05
Dividend income	9,155,436.58	2,282,905.18
<b>Total income</b>	<b>9,291,338.91</b>	<b>2,292,718.23</b>
Taxe d'Abonnement	-124,410.46	- 48,853.88
All-in-fee	-7,206,749.83	- 2,946,773.90
Other expenses	-359.37	-
<b>Total expenses</b>	<b>-7,331,519.66</b>	<b>-2,995,627.78</b>
	-	-702,936.42
<b>Net income/loss</b>	<b>1,959,819.25</b>	<b>-1,405,845.97</b>
Realised gain on		
- securities transactions	21,544,764.09	19,173,641.34
- forward foreign exchange transactions	175,392.82	5,029.05
- foreign exchange	3,329,945.43	3,696,407.23
Realised loss on		
- securities transactions	-38,472,780.60	-12,516,361.59
- forward foreign exchange transactions	-220,989.55	-1,223.17
- foreign exchange	-10,314,023.01	-1,520,966.68
Equalisation on net realised gain/loss	-	3,383,873.87
<b>Net realised gain/loss</b>	<b>-21,997,871.57</b>	<b>10,814,554.08</b>
Changes in unrealised appreciation on		
- securities transactions	212,022,236.26	18,148,911.69
- forward foreign exchange transactions	30,632.34	-
Changes in unrealised depreciation on		
- securities transactions	-68,983,136.18	-33,474,769.88
- forward foreign exchange transactions	-535.28	-
- foreign exchange	-374,931.68	-57,144.97
<b>Result of operations</b>	<b>120,696,393.89</b>	<b>-4,568,449.08</b>

The accompanying notes form an integral part of these financial statements.

## Statement of Net Assets

	2019	2018
	USD	USD
Securities and money-market instruments (Cost Price USD 769,939,229.61)	904,266,303.82	297,902,326.13
Cash at banks	39,346,467.53	16,436,528.54
Dividend receivable	211,521.44	87,983.22
Receivable on - subscriptions of fund shares	2,320,154.55	30,242,580.30
Unrealised gain on - forward foreign exchange transactions	30,632.34	-
<b>Total Assets</b>	<b>946,175,079.68</b>	<b>344,669,418.19</b>
Liabilities to banks	-	-3,689,548.90
Payable on - redemptions of fund shares	-9,452,732.13	-13,843,105.51
Other payables	-912,851.82	-434,709.63
Unrealised loss on - forward foreign exchange transactions	-535.28	-
<b>Total Liabilities</b>	<b>-10,366,119.23</b>	<b>-17,967,364.04</b>
<b>Net assets of the Subfund</b>	<b>935,808,960.45</b>	<b>326,702,054.15</b>

## Statement of Changes in Net Assets

	2018/2019	2017/2018
	USD	USD
Net assets of the Subfund at the beginning of the reporting period	326,702,054.15	56,887,305.42
Subscriptions	734,555,370.86	371,973,099.01
Redemptions	-246,144,858.45	-94,908,963.75
Equalization	-	-2,680,937.45
Result of operations	120,696,393.89	-4,568,449.08
<b>Net assets of the Subfund at the end of the reporting period</b>	<b>935,808,960.45</b>	<b>326,702,054.15</b>

## Statement of Changes in Shares

	2018/2019	2017/2018
Number of shares in issue at the beginning of the period	5,074,163	1,210,602
Number of shares issued	25,540,907	13,633,853
Number of shares redeemed	-16,519,468	-9,770,292
<b>Number of shares in issue at the end of the period</b>	<b>14,095,602</b>	<b>5,074,163</b>

## Performance of the Subfund

		Class A (EUR) (distributing) % <sup>1)</sup>	Class A (H2-EUR) (distributing) % <sup>1)</sup>	Class AT (USD) (accumulating) % <sup>1)</sup>	Class AT (SGD) (accumulating) % <sup>1)</sup>	Class AT (HKD) (accumulating) % <sup>1)</sup>	Class IT (USD) (accumulating) % <sup>1)</sup>
1 year	(30/06/2018-30/06/2019)	-	-	9.57	8.60	9.13	10.65
2 years	(30/06/2017-30/06/2019)	-	-	24.03	-	-	26.57
3 years	(30/06/2016-30/06/2019)	-	-	41.18	-	-	44.00
5 years	(30/06/2014-30/06/2019)	-	-	158.58	-	-	153.94
10 years	(30/06/2009-30/06/2019)	-	-	114.40	-	-	119.37
Since launch <sup>2)</sup>	(05/03/2019-30/06/2019)	5.22	4.46	-	-	-	-
	(31/03/2009-30/06/2019)	-	-	147.20	-	-	-
	(16/11/2017-30/06/2019)	-	-	-	1.00	-	-
	(16/05/2018-30/06/2019)	-	-	-	-	-2.00	-
	(30/04/2009-30/06/2019)	-	-	-	-	-	148.94
	(29/03/2019-30/06/2019)	-	-	-	-	-	-
	(12/07/2018-31/01/2019)	-	-	-	-	-	-
	(17/05/2019-30/06/2019)	-	-	-	-	-	-
	(16/05/2018-30/06/2019)	-	-	-	-	-	-
	(05/07/2018-30/06/2019)	-	-	-	-	-	-
	(15/10/2018-30/06/2019)	-	-	-	-	-	-
	(05/07/2018-30/06/2019)	-	-	-	-	-	-
	(28/06/2018-30/06/2019)	-	-	-	-	-	-
	(29/03/2019-30/06/2019)	-	-	-	-	-	-

<sup>1)</sup> The calculation is based on the net asset value per share (excluding sales charge), assuming distributions, if any, were reinvested. The performance is calculated according to the method recommended by the German BVI (Bundesverband Investment und Asset Management e.V.).

<sup>2)</sup> Class A (EUR) (distributing): Launch date: 05 March 2019. Initial NAV per share: EUR 100,00.

Class A (H2-EUR) (distributing): Launch date: 05 March 2019. Initial NAV per share: EUR 100,00.

Class AT (USD) (accumulating): Launch date: 31 March 2009. Initial NAV per share: USD 10,00.

Class AT (SGD) (accumulating): Launch date: 16 November 2017. Initial NAV per share: SGD 10,00.

Class AT (HKD) (accumulating): Launch date: 16 May 2018. Initial NAV per share: HKD 10,00.

Class IT (USD) (accumulating): Launch date: 30 April 2009. Initial NAV per share: USD 1.000,00.

Class P (EUR) (distributing): Launch date: 29 March 2019. Initial NAV per share: EUR 1.000,00

Class PT (USD) (accumulating): Launch date: 12 July 2018. Initial NAV per share: USD 1.000,00.

Class PT8 (USD) (accumulating): Launch date: 17 May 2019. Initial NAV per share: USD 1.000,00.

Class RT (USD) (accumulating): Launch date: 16 May 2018. Initial NAV per share: USD 10,00.

Class RT (H2-EUR) (accumulating): Launch date: 05 July 2018. Initial NAV per share: EUR 100,00.

Class W (USD) (distributing): Launch date: 15 October 2018. Initial NAV per share: USD 1.000,00.

Class WT (GBP) (accumulating): Launch date: 05 July 2018. Initial NAV per share: GBP 1.000,00.

Class WT (USD) (accumulating): Launch date: 28 June 2018. Initial NAV per share: USD 1.000,00.

Class W7 (USD) (distributing): Launch date: 29 March 2019. Initial NAV per share: USD 1.000,00.

<sup>3)</sup> For the period from 12 July 2018 to 31 January 2019 (liquidation date).

Historical performance is not an indicator of current or future performance.

Performance data ignores the commission and expenses incurred in issuing and redeeming the shares.

Class P (EUR) (distributing) % <sup>1)</sup>	Class PT (USD) (accumulating) % <sup>1)</sup>	Class PT8 (USD) (accumulating) % <sup>1)</sup>	Class RT (USD) (accumulating) % <sup>1)</sup>	Class RT (H2-EUR) (accumulating) % <sup>1)</sup>	Class W (USD) (distributing) % <sup>1)</sup>	Class WT (GBP) (accumulating) % <sup>1)</sup>	Class WT (USD) (accumulating) % <sup>1)</sup>	Class W7 (USD) (distributing) % <sup>1)</sup>
-	-	-	10.57	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
0.09	-	-	-	-	-	-	-	-
-	-12.01 <sup>3)</sup>	-	-	-	-	-	-	-
-	-	11.15	-	-	-	-	-	-
-	-	-	-0.60	-	-	-	-	-
-	-	-	-	8.35	-	-	-	-
-	-	-	-	-	33.25	-	-	-
-	-	-	-	-	-	18.30	-	-
-	-	-	-	-	-	-	14.54	-
-	-	-	-	-	-	-	-	1.90

# Notes to the Financial Statements

## Accounting Policies

### Basis of Accounting

The financial statements are prepared in accordance with the Luxembourg regulations relating to Undertakings for Collective Investment.

The accounting currency of Allianz Global Investors Opportunities and its Subfund is the US-Dollar (USD).

### Valuation of Assets

The value of the assets held by the Subfunds is determined as follows:

- a) Cash, term deposits and similar assets are valued at their face value plus interest. If there are significant changes in market conditions, the valuation may be made at realisation price if the Company can cancel the investment, the cash or similar assets at any time; the realisation price in this sense corresponds to the sales price or the value that must be paid upon cancellation to the Company.
- b) Investments that are listed or traded on an exchange are valued based on the latest available trade price on the stock exchange which constitutes in principle the principal market for this investment.
- c) Investments traded on another regulated market are valued at the latest available trade price.
- d) Securities and money-market instruments whose latest available trade prices do not correspond to appropriate market prices, as well as securities and money-market instruments not officially listed or traded on an exchange or on another regulated market, and all other assets, are valued on the basis of their probable sales price, determined prudently and in good faith.
- e) Claims for reimbursement from securities lending are valued at the respective market value of the securities and money-market instruments lent.
- f) The liquidation proceeds of futures, forward or options contracts not traded on exchanges or on other regulated markets means their net liquidating value determined,

pursuant to the policies established by the Board of Directors, on the basis of calculations consistently applied for all types of contracts. The liquidation proceeds of futures, forward or options contracts, traded on exchanges or on other regulated markets, are based upon the latest available trade price of these contracts on exchanges and regulated markets on which the particular futures, forward or options contracts are traded by the Company. If futures, forward or options contracts cannot be settled on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract is such a value as the Board of Directors may deem fair and reasonable.

g) Interest-rate swaps are valued at their market value by reference to the applicable interest-rate curve.

h) Index and financial instrument-related swaps are valued at their market value, established by reference to the applicable index or financial instrument. The valuation of the index or financial instrument-related swap agreement is based upon the market value of such swap transaction established in good faith pursuant to procedures established by the Board of Directors.

i) Target Fund Shares in undertakings for collective investment in transferable securities ("UCITS") or undertakings for collective investment ("UCI") are valued at the latest redemption price determined and obtainable.

## Security Prices

The calculation of the Net Asset Value will be in accordance with the provisions of the Prospectus based on the last known security prices on the Valuation Date. The Financial Statements of the Annual Report have been prepared on the basis of the securities' prices of the most recently calculated and published Net Asset Value of the reporting period.

## Foreign Currencies

Assets and liabilities in foreign currencies have been converted at the exchange rates stated below:

Chinese Renminbi	(CNY)	1 USD = CNY	6.868300
Chinese Renminbi Offshore	(CNH)	1 USD = CNH	6.873300
Euro	(EUR)	1 USD = EUR	0.877925

RMB or Chinese Renminbi refers to the official currency of the People's Republic of China. Unless the context otherwise requires, the term RMB refers to offshore Chinese Renminbi ("CNH") and not to onshore Chinese Renminbi ("CNY"). CNH represents the exchange rate of Chinese Renminbi that is traded offshore in Hong Kong or markets outside the People's Republic of China.

### Taxation

The Subfund is subject to a "Taxe d'Abonnement" in the Grand Duchy of Luxembourg, calculated and payable on the total net assets of the Subfund at the end of each quarter unless the assets are invested in Luxembourg funds which are themselves subject to a "Taxe d'Abonnement".

The Company is liable in Luxembourg to a tax of 0.05% p.a. of its net asset value for retail share classes and of 0.01% p.a. for institutional share classes. This tax is payable quarterly based on the net asset value of the Subfund at the end of the relevant quarter.

The income of the Subfund is not taxable in Luxembourg.

Distribution and accumulation of income on shares are currently not subject to withholding tax in Luxembourg.

### All-in-Fee

The Company pays all costs to be borne by the respective Subfund from the assets of that Subfund:

The Company pays a fee ("all-in-fee") to the Management Company from the assets of the respective Subfund, unless this fee is charged directly to the Shareholder under the terms of a particular Share Class.

Fees for the Investment Managers used by the Management Company are paid by the Management Company from its all-in-fee and, if applicable, from its performance related fee.

Provided that it is not charged directly to the Shareholder under the terms of a particular Share Class, the all-in-fee is charged monthly in arrears on a pro rata basis on the average daily Net Asset Value of the respective Share Class of a Subfund.

In return for the payment of the all-in-fee the Management Company releases the Company from the following, conclusive enumerated commissions and expenditures:

- management and central administration agent fees;
- distribution fees;
- the administration and custody fee of the Depositary;
- the fee of the Registrar and Transfer Agent;
- costs of the preparation (including translation) and dissemination of the Prospectus, Key Investor Information, Articles of Incorporation as well as annual, semi-annual and, if any, interim reports and other reports and notifications to Shareholders;
- costs of publishing the Prospectus, Key Investor Information, Articles of Incorporation, annual, semi-annual and, if any, interim reports, other reports and notifications to Shareholders, tax information, as well as Subscription and Redemption Prices, and official announcements made to the Shareholders;
- costs of auditing the Company and its Subfunds by the auditor;
- costs of registering the Shares for public distribution and/or the maintenance of such registration;
- costs of preparing share certificates and, if any, coupons and coupon renewals;
- paying agent and information agent fees;
- costs of assessing the Subfunds by nationally and internationally recognised rating agencies;
- expenses in connection with the establishment of a Subfund;
- costs related to the use of index names, in particular licence fees;
- costs and fees incurred by the Company and by third parties authorised by the Company relating to the acquisition, use and maintenance of in-house or third-party computer systems used by Investment Managers and Investment Advisors;

– costs related to obtaining and maintaining a status authorising the direct investment in assets in a country or to act directly as a contracting partner in markets in a country;

– costs and expenses by the Company, the Depositary and third parties authorised by the Company or the Depositary in connection with monitoring of investment limits and restrictions;

– costs for calculating the risk and performance figures and the calculation of performance-related fees for the Management Company by third parties appointed to do so;

– costs related to obtaining information about general Shareholders' meetings of companies or about other meetings of the owners of assets as well as costs related to direct participation or participation through authorised third parties in such meetings;

– postage, telephone, fax and telex fees.

### Fee Structure

	All-in-Fee	Taxe
	in % p.a.	d'Abonnement in % p.a.
Allianz China A-Shares		
- Class A (EUR) (distributing)	2.25	0.05
- Class A (H2-EUR) (distributing)	2.25	0.05
- Class P (EUR) (distributing)	1.28	0.05
- Class RT (H2-EUR) (accumulating)	1.38	0.05
- Class WT (GBP) (accumulating)	0.93	0.01
- Class AT (HKD) (accumulating)	2.25	0.05
- Class AT (SGD) (accumulating)	2.25	0.05
- Class AT (USD) (accumulating)	2.25	0.05
- Class IT (USD) (accumulating)	1.28	0.01
- Class PT8 (USD) (accumulating)	1.28	0.05
- Class RT (USD) (accumulating)	1.38	0.05
- Class W (USD) (distributing)	0.93	0.01
- Class WT (USD) (accumulating)	0.93	0.01
- Class W7 (USD) (distributing)	0.79	0.01

### Transaction costs

Transaction costs take into account all the costs that were reported or charged separately in the period from 1 July 2018 to 30 June 2019 for the account of the Fund and which are directly related to the purchase or sale of certain assets.

Transaction costs of USD 2,227,080.20 were incurred in the period under review.

### Transactions with Connected Parties

The Company has entered into agreements with the Management Company Allianz Global Investors Luxembourg S.A. under which management and performance fees are payable. The annual management and performance related fees are disclosed in the Statement of Operations on page 8.

Information on the management fee rates charged to the Subfund is shown in the table on page 14.

As at 30 June 2019 there were no transactions with connected brokers during the fiscal year.

### Soft Commission Agreements/Commission Sharing Arrangements

Soft Commission Agreements/Commission Sharing Arrangements have been undertaken in respect of the Company. The Company may pay, or be responsible for payment of, soft commissions only insofar as:

a) the Management Company and/or the Investment Managers, as the case may be, act at all times in the best interest of the Company and the shareholders when entering into soft commission arrangements;

b) the goods and/or services provided by the broker dealers relate directly to the activities of the Management Company and/or the Investment Managers, as the case may be, and such activities are of demonstrable benefits to the Shareholders; and

c) any such soft commission is paid by the Management Company and/or the Investment Managers, as the case may be, to brokerdealers which are corporate entities and not individuals.

As at 30 June 2019 there were no soft commission agreements during the fiscal year.



## Ongoing Charges

The Ongoing Charges are costs incurred by the Subfund (or the respective Share Classes) during the preceding financial year (excluding transaction costs) and are expressed as a ratio of the average volume of the Subfund (or of the average volume of the respective Share Classes) ("Ongoing Charges"). In addition to the All-in-Fee as well as the Taxe d'Abonnement, all other costs are considered except for the incurred transaction costs and any performance-related fees. Costs incurred will not be subject to cost compensation.

If a Subfund invests more than 20% of its assets in other UCITS or UCI that publish Ongoing Charges, the Ongoing Charges of these other UCITS or UCI are taken into consideration when calculating Ongoing Charges for the Subfund ("synthetic Ongoing Charges"); however, if these UCITS or UCI do not publish their own Ongoing Charges, then it is not possible to take the Ongoing Charges of the other UCITS or UCI into

consideration when calculating Ongoing Charges. If a Subfund does not invest more than 20% of its assets in other UCITS or UCI, any costs that may be incurred at the level of these UCITS or UCI are not taken into consideration.

If a Swiss registered Subfund invests more than 10 % of its assets in other UCITS or UCI that publish Ongoing Charges, the Ongoing Charges of these other UCITS or UCI are taken into consideration when calculating Ongoing Charges for the Subfund (synthetic); however, if these UCITS or UCI do not publish their own Ongoing Charges, then it is not possible to take the Ongoing Charges of the other UCITS or UCI into consideration when calculating Ongoing Charges. If such a Subfund does not invest more than 10 % of its assets in other UCITS or UCI, any costs that may be incurred at the level of these UCITS or UCI are not taken into consideration. These Ongoing Charges have been calculated in accordance with the guidelines issued by the Swiss Funds and Asset Management Association (SFAMA).

	Ongoing charges excluding performance-related fee in %	performance-related fee in %	Ongoing charges in %
Allianz China A-Shares			
- Class A (EUR) (distributing)	2.20	-	2.20
- Class A (H2-EUR) (distributing)	2.27	-	2.27
- Class P (EUR) (distributing)	1.33	-	1.33
- Class RT (H2-EUR) (accumulating)	1.41	-	1.41
- Class WT (GBP) (accumulating)	0.93	-	0.93
- Class AT (HKD) (accumulating)	2.29	-	2.29
- Class AT (SGD) (accumulating)	2.27	-	2.27
- Class AT (USD) (accumulating)	2.28	-	2.28
- Class IT (USD) (accumulating)	1.28	-	1.28
- Class PT8 (USD) (accumulating)	1.29	-	1.29
- Class RT (USD) (accumulating)	1.42	-	1.42
- Class W (USD) (distributing)	0.93	-	0.93
- Class WT (USD) (accumulating)	0.93	-	0.93
- Class W7 (USD) (distributing)	0.75	-	0.75

## Subsequent Events

The Subfund Allianz China A-Shares of Allianz Global Investors Opportunities will be merged into the Subfund Allianz China A-Shares of Allianz Global Investors Funds on 23 October 2019:

Fund Name	Merging Sub-Fund		Receiving Sub-Fund	
	Allianz Global Investors Opportunities - Allianz China A-Shares		Allianz Global Investors Fund - Allianz China A-Shares	
Share Classes	Share Class	ISIN / German Security No.	Share Class	ISIN / German Security No.
	A (EUR)	LU1951507539 / A2PD65	A (EUR)	LU1997244873 / A2PK05
	A (H2-EUR)	LU1951507612 / A2PD66	A (H2-EUR)	LU1997244790 / A2PK04
	AT(HKD)	LU1807384877 / A2JHXC	AT(HKD)	LU1997244956 / A2PK06
	AT(SGD)	LU1711176070 / A2H6TL	AT(SGD)	LU1997245094 / A2PK07
	AT (USD)	LU0411150922 / A0RLBN	AT (USD)	LU1997245177 / A2PK08
	IT(USD)	LU0411151904 / A0RLBS	IT(USD)	LU1997245250 / A2PK09
	P (EUR)	LU1965306498 / A2PF5M	P (EUR)	LU1997245334 / A2PK1A
	PT8 (USD)	LU1988106495 / A2PH31	PT(USD)	LU1997246811 / A2PK1Q
	RT(H2-EUR)	LU1846575030 / A2JPEB	RT(H2-EUR)	LU1997245417 / A2PK1B
	RT(USD)	LU1807385924 / A2JHXD	RT(USD)	LU1997245508 / A2PK1C
	W(USD)	LU1892838498 / A2N7D5	W(USD)	LU1997245680 / A2PK1D
	W7 (USD)	LU1960070321 / A2PE5K	W7 (USD)	LU1997245763 / A2PK1E
	WT(GBP)	LU1846574900 / A2JPEC	WT(GBP)	LU1997245847 / A2PK1F
	WT(USD)	LU1840486713 / A2JN2R	WT(USD)	LU1997245920 / A2PK1G
Merger Date	23 October 2019			

On 2 October 2019, Allianz Global Investors Opportunities launched the sub-fund Allianz Balanced Return-WT (EUR)-Share Class (LU20252517823 / A2PRX0).

# Audit Report



To the Shareholders of  
**Allianz Global Investors Opportunities**

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## Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Allianz Global Investors Opportunities (the “Fund”) as at 30 June 2019, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### *What we have audited*

The Fund’s financial statements comprise:

- the statement of net assets as at 30 June 2019;
- the Investment portfolio as at 30 June 2019;
- the statement of operations for the year then ended;
- the statement of changes in net assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

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## Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants’ Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

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## Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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## Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the



Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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#### **Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements**

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;
- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Luxembourg, 16 October 2019

PricewaterhouseCoopers, Société coopérative

Represented by

Sandra Paulis

# Further unaudited information

## Determining the market risk and leverage effect

As part of the risk-management procedure, the Subfund’s market risk is measured and limited using either the commitment approach or the value-at-risk (VaR) approach (relative or absolute VaR). In determining the Subfund’s market risk, the commitment approach considers the additional risk that is generated through the use of derivative

financial instruments. The VaR approach represents a statistical method to calculate the potential loss based on changes in value in an entire subfund. The VaR calculation is generally based on the “Delta Normal” method (confidence level of 99%, assumed holding period of 10 days, 260 days of data history used); otherwise the alternative method of calculation is shown in the following table.

As at the end of the reporting period, the following approach applied to the Subfund for calculating the market risk:

Name of the Subfund	Approach	Reference assets/absolute VaR limit
Allianz China A-Shares	Commitment	-

# Further unaudited information

Disclosures relating to employee remuneration (all figures in EUR) of Allianz Global Investors GmbH for the financial year from 01/01/2018 to 31/12/2018

The following table shows that total amount of remuneration actually paid to the employees of Allianz Global Investors GmbH in the past financial year divided into fixed and variable components. It is also broken down by members of

management, risk takers, employees in controlling positions and employees whose total remuneration puts them in the same remuneration category as members of management and risk takers.

Number of employees 1,718

		thereof Risk Taker	thereof Board Member	thereof Other Risk Taker	thereof Employees with Control Function	thereof Employees with Comparable Compensation
Fixed remuneration	152,084,831	8,487,988	1,962,234	1,226,734	405,616	4,893,404
Variable remuneration	119,079,444	28,858,193	12,335,788	4,789,449	323,424	11,409,531
Total remuneration	271,164,275	37,346,181	14,298,022	6,016,183	729,040	16,302,935

## Setting the remuneration

AllianzGI is subject to the supervisory requirements applicable to investment management companies with regard to structuring the remuneration system. Company management is usually responsible for decision-making about determination of employee remuneration. Decisions about the remuneration of the management itself are taken by the shareholder.

The company has set up a remuneration committee to perform the duties required by law. This committee consists of two members of the company's Supervisory Board, each of whom is appointed by the Supervisory Board, where one member should be an employee representative.

Working in close cooperation with the Risk Management and Legal & Compliance departments as well as with external advisers and in conjunction with the management, the Human Resources department has developed the company's remuneration policy under the requirements of the UCITS and AIFM Directives. This remuneration policy applies to the company domiciled in Germany and to its branches.

## Remuneration structure

The primary components of monetary remuneration are the basic salary, which typically reflects the scope, responsibilities

and experience required in a particular role, and an annual variable remuneration.

The total amount of the variable remuneration payable throughout the Company depends on the performance of the business and on the Company's risk position and will therefore vary every year. In this respect, the allocation of specific amounts to particular employees will depend on the performance of the employee and their departments during the period under review.

Variable remuneration includes an annual bonus paid in cash following the end of the financial year. In the case of employees whose variable remuneration exceeds a certain threshold, a substantial portion of the annual variable remuneration is deferred for a period of three years.

The deferred portions increase in line with the level of the variable remuneration. Half of the deferred amount is linked to the performance of the company, and the other half is invested in the funds managed by AllianzGI. The amounts ultimately distributed depend on the company's business performance or the performance of shares in certain investment funds over several years.

In addition, the deferred remuneration elements may be withheld under the terms of the plan.

### Performance evaluation

The level of pay awarded to employees is linked to both quantitative and qualitative performance indicators.

For Investment managers, whose decisions make a real difference in achieving our clients' investment goals, quantitative indicators are geared towards sustainable investment performance. For portfolio managers in particular, the quantitative element is aligned with the Benchmark of the client portfolios they manage or with the client's expected return, measured over a period of one year and three years.

For client-facing employees, goals also include client satisfaction, which is measured independently.

The remuneration of employees in controlling functions is not directly linked to the business performance of individual departments monitored by the controlling function.

### Risk takers

The following groups of employees were qualified as risk carriers: Members of management, risk takers and employees in controlling positions (as identified in current organisational charts and job profiles and as assessed in terms of the influence on the risk profile) as well as all employees whose total remuneration puts them in the same remuneration category as members of management and risk takers and

whose activities have a significant effect on the risk profiles of the company and the investment funds managed by it.

### Risk avoidance

AllianzGI has comprehensive risk reporting in place, which covers both current and future risks of our business activities. Risks which exceed the organisation's risk appetite are presented to our Global Remuneration Committee, which will decide, if necessary, on the adjustments to the total remuneration pool.

Individual variable compensation may also be reduced or withheld in full if employees violate our compliance policies or take excessive risks on behalf of the company.

### Annual review and material changes to the remuneration system

The Remuneration Committee did not find any irregularities during the annual review of the remuneration system, including a review of the existing remuneration structures as well as implementation of the regulatory requirements and compliance with them. In the course of this centralised and independent review, it was also found that the remuneration policy had been implemented in accordance with the remuneration regulations stipulated by the Supervisory Board. Furthermore, no material changes were made to the remuneration policy in the past financial year.



# Further unaudited information

## Techniques for efficient portfolio management

Sections 35 (a)-(c), 40 (a)-(c) and 48 (a), (b) of the European Securities and Markets Authority's (ESMA's) guideline (ESMA/2014/937) on exchange-traded funds (ETFs) and other UCITS issues require disclosures in the funds' annual report on the exposure obtained through efficient portfolio management techniques (securities lending, repos/reverse repos) and/or derivatives, disclosure of the identity of the counterparties to these transactions, statements as to the type and amount of collateral received in this regard and statements as to the issuer's identity in connection with the OTC derivatives and collateral in the form of securities issued by a Member State.

The following table shows the minimum, maximum and average exposure in the period under review, broken down by technique. The exposure figures for the Subfund's minimum or maximum exposure are shown in relation to the Subfund's assets on the respective day with the minimum or maximum exposure for the period under review. The average exposure is derived from the simple average of the Subfund's daily exposure in relation to the Subfund's assets on the respective day. The exposure (counterparty) resulting from techniques for efficient portfolio management or derivatives was considered separately for exchange-traded derivatives, OTC derivatives (including total return swaps), repurchase agreements (repos/reverse repos) and securities lending.

		Minimum exposure in %	Maximum exposure in %	Average exposure in %
Allianz China A-Shares	exchange-traded derivatives <sup>1)</sup>	-	-	-
	OTC derivatives	0.00	0.00	0.00
	Repurchase agreements (repos/ reverse-repos) <sup>2)</sup>	-	-	-
	Securities lending <sup>3)</sup>	-	-	-

<sup>1)</sup> During the period under review, the Subfund had no positions in exchange-traded derivatives

<sup>2)</sup> During the period under review, the Subfund did not enter into any repurchase agreements.

<sup>3)</sup> During the period under review, the Subfund did not enter into any agreements in the form of securities loans.

The following table shows the minimum, maximum and average amount of collateral received to reduce the subfund's counterparty risk. The subfund's minimum and maximum collateral is shown as a percentage of the subfund assets on the respective day of the period under review. The average amount of collateral is calculated as the simple average of the daily amount of collateral as a percentage of subfund assets each day.

	Collateral (minimum in %)	Collateral (maximum in %)	Collateral (average in %)
Allianz China A-Shares <sup>4)</sup>	-	-	-

<sup>4)</sup> During the period under review, no collateral was deposited.

There was no issuer whose collateral received exceeded 20% of the Subfund's net asset value at the reporting date.

At the reporting date, the Subfund was not completely collateralised by securities issued or guaranteed by a Member State.

The following table shows expenses and revenues according to section 35 (d) of the guideline 2014/937 for the period under review from techniques for efficient portfolio management, including direct and indirect operational costs and fees incurred.

	Revenue	Expenses
Allianz China A-Shares	0.00	0.00

Annex according to Regulation (EU) 2015/2365 with regards to Securities Financing Transactions and Total Return Swaps

This Company was not invested in any securities financing transactions pursuant to Regulation (EU) 2015/2365 during the reporting period, therefore the following contains no information on this type of transaction.

























# Note for investors in the Federal Republic of Germany (unaudited)

All payments to Shareholders (proceeds from redemptions, any distributions and other payments) can be made through the German Paying Agent listed in the "Directory". Redemption orders may be submitted through the German Paying Agent.

With respect to the distribution in the Federal Republic of Germany, the issue and redemption prices are published on the internet on the website <https://de.allianzgi.com>. Any notices to the investors are published on the webpage <https://de.allianzgi.com>. For selected share classes (e.g. share classes exclusively for institutional investors or share classes whose bases of taxation are not published in the Federal Republic of Germany) publication can be performed on one of the websites <https://regulatory.allianzgi.com> or <https://lu.allianzgi.com>.

Under Section 298 (2) of the German Capital Investment Code (KAGB), investors in the Federal Republic of Germany are also informed in the following cases by means of permanent data carrier as defined in Section 167 KAGB:

- Suspension of redemption of shares in the company,
- Notice of termination of company management or liquidation of the company by the Management Company,
- Amendments to the articles of incorporation that are not compatible with the existing investment principles, that affect key investor rights or involve fees and reimbursement of charges that can be withdrawn from the company, including the background to the amendments and the rights of the investors,
- In the event of a merger of the company with another fund, the merger information required under Art. 43 of Directive 2009/65/EC,
- In the event of conversion of the company into a feeder fund or the changes to a master fund in the form of information that must be prepared pursuant to Article 64 of Directive 2009/65/EC.

The Prospectus, the Management Regulations for the Fund, the current annual and semi-annual reports, the key investor information as well as the issue and redemption prices may be obtained as hard copy without charge at the Information Agent listed in the "Directory" and without charge on the website <https://de.allianzgi.com>. For selected share classes (e.g. share classes exclusively for institutional investors or share classes whose bases of taxation are not published in the Federal Republic of Germany) publication can be performed on one of the websites <https://regulatory.allianzgi.com> or <https://lu.allianzgi.com>.

The custodian agreement is available for inspection without charge at the offices of the Information Agent.

Neither the Management Company, the Depositary, the Registrar and Transfer Agent, the Distributor nor the Paying and Information Agents are liable for errors or omissions in the published prices.

# Note for investors in Switzerland (unaudited)

## 1. Representative and Paying Agent in Switzerland

The representative and paying agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich, Switzerland.

## 2. Place where the Relevant Documents may be obtained

The prospectus, the key investor information documents (KIID), the articles of incorporation as the annual and semi-annual reports may be obtained free of charge from the representative in Switzerland.

## 3. Publications

Publications in Switzerland are made on [www.fundinfo.com](http://www.fundinfo.com). In Switzerland, Subscription and Redemption Prices together and/or the Net Asset Value (with the indication "commissions excluded") of the Shares are published daily on [www.fundinfo.com](http://www.fundinfo.com).

## 4. Payment of retrocessions and rebates Retrocessions:

The Management Company and its agents may pay retrocessions as remuneration for distribution activity in respect of Shares in or from Switzerland. This remuneration may be deemed payment for the following services in particular:

- Keeping a supply of marketing and legal documents, and issuing the said;
- setting up processes for subscribing, holding and safe custody of the shares;
- Forwarding or providing access to legally required publications and other publications;
- Performing due diligence delegated by the Management Company in areas such as money laundering, ascertaining client needs and distribution restrictions;
- Mandating an authorized auditor to check compliance with certain duties of the Distributor, in particular with the Guidelines on the Distribution of Collective Investment Schemes issued by the Swiss Funds & Asset Management Association SFAMA;

- Operating and maintaining an electronic distribution and/or information platform;

- Clarifying and answering specific questions from investors pertaining to the investment product or the Management Company or the Sub-Investment manager;

- Drawing up fund research material;

- Central relationship management;

- Subscribing Shares as a "nominee" for several clients as mandated by the Management Company;

- Training client advisors in collective investment schemes;

- Mandating and monitoring additional distributors;

Retrocessions are not deemed to be rebates even if they are ultimately passed on, in full or in part, to the investors.

The recipients of the retrocessions must ensure transparent disclosure and inform investors, unsolicited and free of charge, about the amount of remuneration they may receive for distribution.

On request, the recipients of retrocessions must disclose the amounts they actually receive for distributing the collective investment schemes of the investors concerned.

### Rebates:

In the case of distribution activity in or from Switzerland, the Management Company and its agents may, upon request, pay rebates directly to investors. The purpose of rebates is to reduce the fees or costs incurred by the investor in question. Rebates are permitted provided that

- they are paid from fees received by the Management Company and therefore do not represent an additional charge on the fund assets;

- they are granted on the basis of objective criteria;

- all investors who meet these objective criteria and demand rebates are also granted these within the same timeframe and to the same extent.

The objective criteria for the granting of rebates by the Management Company are:

- the volume subscribed by the investor or the total volume they hold in the collective investment scheme or, where applicable, in the product range of the promoter;
- the amount of the fees generated by the investor;
- the investment behaviour shown by the investor (e.g. expected investment period);
- the investor's willingness to provide support in the launch phase of a collective investment scheme.

At the request of the investor, the Management Company must disclose the amounts of such rebates free of charge.

## 5. Place of performance and jurisdiction

Both the place of performance and the place of jurisdiction for Shares in the Company's Sub-Funds offered or distributed or from Switzerland shall be the seat of the Swiss representative.



# Directory

## Directors of the Company

Markus Nilles (Chairman)  
Director  
Allianz Global Investors GmbH,  
Luxembourg Branch  
Senningerberg, Luxembourg

Carina Feider  
Vice President  
Allianz Global Investors GmbH,  
Luxembourg Branch  
Senningerberg, Luxembourg

Sven Schaefer  
Managing Director  
Allianz Global Investors GmbH  
Frankfurt/Main, Germany

## Management Company and Central Administration

Allianz Global Investors GmbH  
Bockenheimer Landstraße 42-44  
D-60323 Frankfurt/Main

Allianz Global Investors GmbH, acting  
through the Luxembourg Branch  
6A, route de Trèves  
LU-2633 Senningerberg

## Supervisory Board

Alexandra Auer  
Business Division Head Asset Management  
and US Life Insurance  
Allianz Asset Management GmbH  
Munich, Germany

Stefan Baumjohann  
Member of the works council  
Allianz Global Investors GmbH  
Frankfurt/Main, Germany

Giacomo Campora  
CEO Allianz Bank  
Financial Advisers S.p.A.  
Mailand

Prof. Dr. Michael Hüther  
Director and Member of the Board  
Institut der deutschen Wirtschaft  
Cologne, Germany

Laure Poussin  
Member of the works council  
Allianz Global Investors GmbH,  
Succursale Française  
Paris, France

Renate Wagner  
Regional CFO and Head of Life, Asia Pacific  
Singapore

## Board of Management

Tobias C. Pross (Chairman)

Michael Peters

Dr. Wolfram Peters

Petra Trautschold

Birte Trenkner

Karen Prooth

William Lucken

Ingo Mainert

## Investment Manager

Allianz Global Investors GmbH \*  
Bockenheimer Landstrasse 42 – 44  
DE-60323 Frankfurt/Main

Allianz Global Investors Asia Pacific  
Limited \*

27/F, ICBC Tower  
3 Garden Road  
Central  
Hong Kong

## RQFII Holder

Allianz Global Investors Singapore  
Limited \*  
12 Marina View,  
#13-02 Asia Square Tower 2  
Singapore 018961

\* Indicates a member of the Allianz Global  
Investor Group, a Company of the Allianz Group

## Depository, Fund Accounting and NAV Calculation, Registrar and Transfer Agent

State Street Bank Luxembourg S.C.A.  
49, Avenue J.F. Kennedy  
L-1855 Luxembourg

## Information Agent in Germany and Main Distributor Europe

Allianz Global Investors GmbH  
Bockenheimer Landstraße 42–44  
DE-60323 Frankfurt/Main  
E-mail: info@allianzgi.de

## Paying Agent

### in Germany

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Brienner Straße 59  
D-80333 Munich

### in Luxembourg

State Street Bank Luxembourg S.C.A.  
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LU-1855 Luxembourg

## Paying and Information Agent

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Hietzinger Kai 101–105  
A-1130 Vienna

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CACEIS  
Avenue du Port / Havenlaan 86C b 320  
BE-1000 Bruxelles

### in France

State Street Bank International GmbH,  
Paris Branch  
Défense Plaza  
23-25, rue Delarivière-Lefoullon  
92064 Paris La Défense Cedex

## Distributors

### in France

Allianz Global Investors GmbH  
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LU-2633 Senningerberg

### in the Netherlands

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Netherlands Branch  
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NL-3435 SB Nieuwegein

### **Hong Kong Representative**

Allianz Global Investors Asia  
Pacific Limited  
27/F, ICBC Tower,  
3 Garden Road, Central  
Hong Kong

### **Main Distributor Asia**

Allianz Global Investors Asia  
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27/F, ICBC Tower,  
3 Garden Road, Central  
Hong Kong

### **Main Distributor in Switzerland**

Allianz Global Investors  
(Schweiz) AG  
Gottfried-Keller-Strasse 5  
CH-8001 Zurich

### **Representative and Paying Agent in Switzerland**

BNP Paribas Securities Services, Paris,  
succursale de Zurich  
Selnaustrasse 16  
CH-8002 Zurich

### **Auditor**

PricewaterhouseCoopers  
Société coopérative  
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Dated: 30 June 2019

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