

# Allianz Global Intelligent Cities Income

While it is estimated that cities will contribute 80% of global growth over the next decade<sup>1</sup>, they are overburdened and facing numerous challenges.

Intelligent technological solutions help to make our cities more efficient and sustainable, providing a better quality of life, as well as greater opportunities, for those living and working in them. It is estimated that through the latest innovations, intelligent cities could cut energy usage and crime by 30%, and traffic delays and water loss by 20%.<sup>2</sup>

An estimated USD 7 trillion alone is expected to be spent by 2030 on intelligent ecosystems.<sup>1</sup> Allianz Global Intelligent Cities Income recognises this opportunity, investing across three key layers of innovation in cities:

**1. Services:** new digital apps and smart services to enhance the quality of everyday life in the city

**2. Management:** solutions for efficient management of assets and resources to improve quality and safety

**3. Infrastructure:** critical building blocks across next generation connectivity, buildings and clean energy

Combining fundamental research with a multi-asset approach, the investment team invests across the capital structures of innovative intelligent city companies with the aim of providing investors with stable income across market cycles, capital appreciation, and less volatility than a pure equity strategy.<sup>3</sup> They leverage their decades of experience of investing in technology, innovation, and multi-asset strategies.

## Why Allianz Global Intelligent Cities Income

### 1. Capturing growth from the smart cities trend

Urbanisation and technological innovation are two of the four key megatrends that we identify as having the greatest impact on our future. Population growth is forcing city planners to think smarter. A thematic investing lens provides a way to capture this secular global growth opportunity.

### 2. A broad and diversified global opportunity set

More than 80% of global GDP comes from the world's cities, but they are facing numerous challenges as they grow. It is estimated that by 2030, over USD 7 trillion may be spent on modernising our cities with intelligent solutions across industries.<sup>1</sup>

### 3. Competitive income solution and total return profile

The fund invests in innovative companies across the capital structure using a unique multi-asset approach. The goal is to provide investors with a stable income stream and attractive equity market exposure, but with less volatility than a pure equity strategy.<sup>3</sup>

<sup>1</sup> By 2030. Grand View Research December 2022.

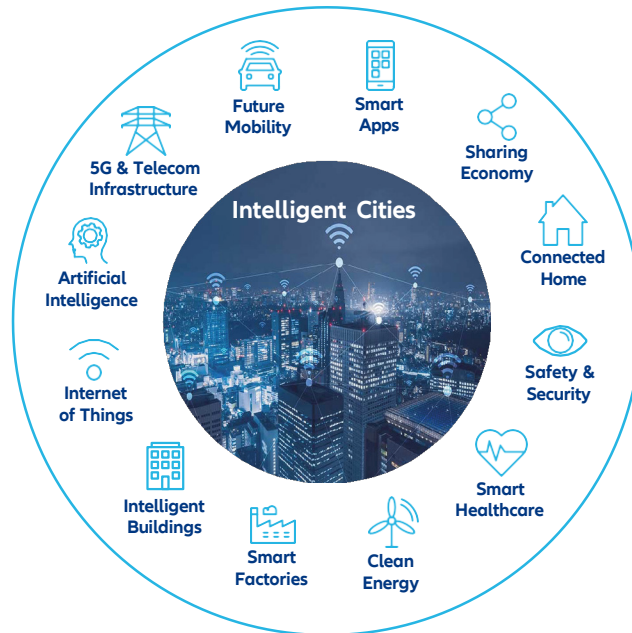
<sup>2</sup> Black & Veatch 2016.

<sup>3</sup> Performance of a strategy is not guaranteed and losses remain possible.

## Did you know ...?

By 2050 more than 2/3 of the world population is forecasted to live in urban areas.<sup>4</sup>

## How to build a better future<sup>5</sup>

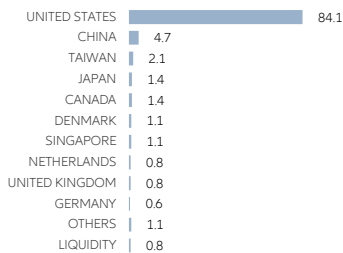


<sup>4</sup> Our World In Data – urbanisation, November 2019.

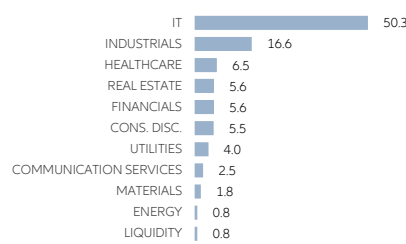
<sup>5</sup> Allianz Global Investors, 2023. McKinsey 2018, Black & Veatch 2016, Deloitte 2018.

## Portfolio Analysis

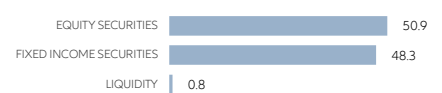
### Country/Location Allocation (%)



### Sector Allocation (%)



### Asset Allocation (%)



### Top 10 Holdings (Country/Location) <sup>6</sup>

	Sector	%
MOTOROLA SOLUTIONS INC (US)	IT	1.6
ECOLAB INC (US)	MATERIALS	1.6
BROADCOM INC (US)	IT	1.6
WELLTOWER OP LLC 3.1250 07/15/29 (US)	REAL ESTATE	1.5
DIGITAL REALTY TRUST INC REIT (US)	REAL ESTATE	1.4
CONSTELLATION ENERGY (US)	UTILITIES	1.4
AMPHENOL CORP-CL A (US)	IT	1.4
TRIP.COM GROUP LTD 0.7500 06/15/29 (CN)	CONS. DISC.	1.4
MICROCHIP TECHNOLOGY INC 0.7500 06/01/30 (US)	IT	1.3
NEXTERA ENERGY CAPITAL 3.0000 03/01/27 (US)	UTILITIES	1.3
<b>Total</b>		<b>14.5</b>

Fund Details

	Class AT (USD) Acc.	Class AT (HKD) Acc.	Class AM (HKD) Dis.	Class AM (USD) Dis.	Class AM (H2-AUD) Dis.	Class AM (H2-EUR) Dis.	Class AM (H2-GBP) Dis.	Class AM (H2-RMB) Dis.	Class AM (H2-SGD) Dis.
Benchmark <sup>7</sup>	70% MSCI AC World (ACWI) Total Return Net + 30% ICE BOFAML US Corporate & High Yield Index								
Fund Manager <sup>8</sup>	Stephen Jue, James Chen, Justin Kass, David Obero, Ethan Turner								
Fund Size <sup>9</sup>	USD 430.07m								
Base Currency	USD								
Number of Holdings	134								
SFDR Category <sup>10</sup>	Article 8								
Initial Fee	Up to 5%	Up to 5%	Up to 5%	Up to 5%	Up to 5%	Up to 5%	Up to 5%	Up to 5%	Up to 5%
Eligible Investment Scheme <sup>11</sup>	CASH, SRS	CASH, SRS	CASH, SRS	CASH, SRS	CASH, SRS	CASH, SRS	CASH, SRS	CASH, SRS	CASH, SRS
All-in-Fee <sup>12</sup>	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.
Total Expense Ratio <sup>13</sup>	1.70%	1.70%	1.70%	1.70%	1.70%	1.69%	1.70%	1.70%	1.70%
Unit NAV	USD 17.0081	HKD 16.9063	HKD 8.8749	USD 8.8725	AUD 8.4972	EUR 8.8401	GBP 8.7681	CNY 8.4408	SGD 8.577
Inception Date	24/06/2019	24/06/2019	15/01/2021	15/01/2021	01/04/2021	01/04/2021	01/04/2021	03/05/2021	15/01/2021
Dividend Frequency	N/A	N/A	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
ISIN Code	LU1992135399	LU1992135472	LU2272731865	LU2272731600	LU2308715585	LU2308715668	LU2308715742	LU2330049870	LU2272731782
Bloomberg Ticker	AGICATU LX	AGICATH LX	AGICAH1 LX	ALGICAU LX	ALGICAD LX	AGICAME LX	ALGICA2 LX	ALGIH2R LX	ALICAH5 LX

	Class AMg (USD) Acc.	Class AMg (HKD) Acc.	Class AMg (H2-AUD) Dis.	Class AMg (H2-RMB) Dis.	Class AMg (H2-SGD) Dis.
All-in-Fee <sup>12</sup>	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.	1.65% p.a.
Total Expense Ratio <sup>13</sup>	1.70%	1.70%	1.69%	1.70%	1.70%
Unit NAV	USD 8.3248	HKD 8.323	AUD 7.8995	CNY 7.9258	SGD 8.1138
Inception Date	03/05/2021	03/05/2021	03/05/2021	01/04/2021	03/05/2021
Dividend Frequency	Monthly	Monthly	Monthly	Monthly	Monthly
ISIN Code	LU2322448791	LU2322448957	LU2322449096	LU2305039401	LU2322448874
Bloomberg Ticker	ALGICUS LX	ALGICHK LX	ALGGGH2 LX	ALGICAR LX	ALGIGH2 LX

Source: All fund data quoted are Allianz Global Investors/IDS GmbH, as at 30 September 2024, unless stated otherwise.

\* On 31 August 2022, Allianz Global Intelligent Cities was re-named to Allianz Global Intelligent Cities Income. There was a material change of the Fund's investment strategy and restrictions. The previous performance prior to 31 August 2022 was achieved under circumstances that no longer apply. Please refer to the offering documents for details.

Fund performance is calculated in the respective fund currency with gross dividends re-invested. Investment returns are denominated in the respective base currency. SGD based investors are exposed to non-SGD foreign exchange fluctuations.

<sup>6</sup> The information is provided for illustrative purposes only to demonstrate the Fund's investment strategy, it should not be considered a recommendation to purchase or sell any particular security or strategy or an investment advice. There is no assurance that any securities discussed herein will remain in the Fund at the time you receive this document. Past performance is not indicative of future results. While best efforts are used in compiling the information, Allianz Global Investors and its affiliated entities expressly assume no warranty of any kind, actual or implied, for the accuracy, completeness and timeliness of the information.

<sup>7</sup> With effect from 31 August 2022, the benchmark of Allianz Global Intelligent Cities Income (formerly known as Allianz Global Intelligent Cities) was changed from 70% MSCI AC World (ACWI) Total Return Net + 30% BLOOMBERG BARCLAYS Global Aggregate to 70% MSCI AC World (ACWI) Total Return Net + 30% ICE BOFAML US Corporate & High Yield Index to better reflect the investment universe of the Sub-Fund.

<sup>8</sup> Effective from 25 July 2022, this Fund Manager has transferred to Voya Investment Management Co. LLC ("Voya IM") as part of the strategic partnership agreement between Allianz Global Investors and Voya IM.

<sup>9</sup> The Fund size quoted includes all share classes of the Fund.

<sup>10</sup> EU Sustainable Finance Disclosure Regulation. Information is accurate at time of publishing.

<sup>11</sup> Investment using Supplementary Retirement Scheme ("SRS") monies is only applicable to investors in Singapore.

<sup>12</sup> The All-in-Fee includes the expenses previously called management and administration fees.

<sup>13</sup> Total Expense Ratio (TER): Total cost (except transaction costs) charged to the Fund during the last financial year expressed as a ratio of the Fund's average NAV. For share classes that have been incepted for less than one year as at close of the last financial year (please refer to the Inception Date in the Fund Details table), the TER will be annualised. For share classes incepted after the close of the last financial year, the TER will be reflected as N/A.

Allianz Global Investors and Voya Investment Management have entered into a long-term strategic partnership, and as such, as of 25 July 2022, the investment team transferred to Voya Investment Management. This did not materially change the composition of the team, the investment philosophy nor the investment process. Management Company: Allianz Global Investors GmbH. Delegated Manager: Voya Investment Management Co. LLC ("Voya IM"). The information presented here is intended for general circulation and does not constitute a recommendation to anyone; it also has not taken into account the specific investment objectives, financial situation or particular needs of any particular person. Information herein is based on sources we believe to be accurate and reliable as at the date it was made. We reserve the right to revise any information herein at any time without notice. No offer or solicitation to buy or sell securities and no investment advice or recommendation is made herein. In making investment decisions, investors should not rely solely on this advertisement but should seek independent professional advice. However, if you choose not to seek professional advice, you should consider the suitability of the product for yourself. Past performance of the fund manager(s) and the fund is not indicative of future performance. Prices of units in the Fund and the income from them, if any, may fall as well as rise and cannot be guaranteed. Distribution payments of the Fund, where applicable, may at the sole discretion of the Manager, be made out of either income and/or net capital gains or capital of the Fund. As a result of the payment, the Fund's net asset value is expected to be immediately reduced. The dividend yields and payouts are not guaranteed and might change depending on the market conditions or at the Manager's discretion; past payout yields and payments do not represent future payout yields and payments. Investment involves risks including the possible loss of principal amount invested and risks associated with investment in emerging and less developed markets. The Fund may invest in financial derivative instruments and/or structured products and be subject to various risks (including counterparty, liquidity, credit and market risks etc.). Investing in fixed income instruments (if applicable) may expose investors to various risks, including but not limited to creditworthiness, interest rate, liquidity and restricted flexibility risks. Changes to the economic environment and market conditions may affect these risks, resulting in an adverse effect to the value of the investment. During periods of rising nominal interest rates, the values of fixed income instruments (including short positions with respect to fixed income instruments) are generally expected to decline. Conversely, during periods of declining interest rates, the values are generally expected to rise. Liquidity risk may possibly delay or prevent account withdrawals or redemptions. Past performance, or any prediction, projection or forecast, is not indicative of future performance. Investors should read the Prospectus obtainable from Allianz Global Investors Singapore Limited or any of its appointed distributors for further details including the risk factors, before investing. The duplication, publication, extraction, or transmission of the contents, irrespective of the form is not permitted, except for the case of explicit permission by Allianz Global Investors. This advertisement has not been reviewed by the Monetary Authority of Singapore (MAS). MAS authorization/recognition is not a recommendation or endorsement. The issuer of this advertisement is Allianz Global Investors Singapore Limited (79 Robinson Road, #09-03, Singapore 068897, Company Registration No. 199907169Z).