

Eastspring Investments - Capital Reserve Fund[^] (the "Fund")



A Prudential plc company

- Eastspring Investments - Capital Reserve Fund[^] is referred to as the 'Fund'.
- The Fund is not a money market fund, and its specific investment strategy may not achieve the desired results under all circumstances and market conditions, and it may be more negatively impacted by changes in interest rates and subject to higher credit and liquidity risks
- The Fund invests in fixed income securities and is subject to interest rate risk, credit risk, counterparty risk, risk of credit rating downgrades, valuation risk, and credit rating risk.
- The Fund's investment in securities issued or guaranteed by governments may be exposed to political, social, and economic risks. The Fund may suffer significant losses when there is a default of sovereign debt issuers.
- The Fund's investments may be concentrated in any one single country (for example the US or the PRC). The value of the Fund may be more volatile than that of a fund having a more diverse portfolio of investments.
- The Fund may invest in Chinese debt securities on China interbank bond market ("CIBM") via CIBM Direct Access Program and/or Bond Connect and may be exposed to risks relating to these channels. Such investments may be exposed to risks associated with RMB currency and conversion, tax rules and practices.
- The Fund's investment in emerging markets subject to greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
- The Fund's investments certain markets, e.g. the PRC, may be subject to higher volatility and lower liquidity compared to more developed markets. The prices of securities traded in such markets may be subject to fluctuations. The Fund may incur substantial losses if it is unable to sell those investments with high liquidity risks at opportune times or prices.
- The Fund may invest in securities denominated in currencies other than the Fund's base currency and may be exposed to currency and exchange rates risk.
- The Fund may use financial derivatives instruments (FDIs) for hedging and efficient portfolio management purposes. Using FDIs may expose the Fund to market risk, management risk, credit risk, counterparty risk, liquidity risk, volatility risk, operational risk, leverage risk, valuation risk and over-the-counter transaction risk. The use of such instruments may be ineffective and the Fund may incur significant losses.
- Investment involves risk. Investors should not rely solely on this document in making investment decision. Past performance information presented is not indicative of future performance.

[^]This is not a money market fund. The name "Capital Reserve" refers to the investment objective of the Sub-Fund to deliver enhanced returns over money market rates by primarily investing in high quality fixed income securities. This Sub-Fund is not authorised as a money market fund under Chapter 8.2 of the SFC's Code on Unit Trusts and Mutual Funds in Hong Kong. There is no guarantee on the preservation or repayment of the capital by the Sub-Fund.

Key information

Fund size (mil)	16.6
Fund base currency	USD
Fund dealing frequency	Daily
Net asset value (Class A)	USD 9.912
ISIN (Class A)	LU2219416836
Inception date (Class A)	24-Nov-20

Key measures

3 year sharpe ratio (Class A)	-
3 year volatility(%) (Class A)	-

Source: Morningstar

Investment objective

This Fund is a fixed income fund that aims to deliver enhanced returns over money market rates by investing primarily in a portfolio of investment grade fixed income / debt securities denominated in US dollars as well as other currencies issued worldwide by a range of entities, including but not limited to government, sovereign entities or corporates. This Fund may also invest in cash, deposits and money market instruments. From time to time, the Fund may invest more than 30% of its net assets in any one single country including the US and the PRC.

Class A Performance

Cumulative returns (%)

	1 m	3 m	YTD	1 y	3 y	5 y	10 y	Since inception
Fund	-0.1	1.6	1.6	0.3	-	-	-	-0.9

Calendar year returns (%)

Year	2022	2021	2020	2019	2018
Fund	-2.8	0.1	0.3	-	-

Source: Eastspring Investments (Singapore) Limited. Returns are based in share class currency and computed on NAV-NAV basis with net income reinvested, if any. Calendar year returns are based on the share class performance for the year, and if the share class was inception during a particular year, the returns shown relate to the performance of the share class since its inception to the end of that calendar year. Wef July 2018, the monthly fund and benchmark returns calculated are aligned to the last NAV date of the fund for the month.

Top 10 holdings (%)

1.	QNB FINANCE LTD 5.6% 23-DEC-2023	6.0
2.	AIRPORT AUTHORITY HONG KONG 2.1% 31-DEC-2079	5.8
3.	CAPITALAND ASCENDAS REIT 2.47% 10-AUG-2023	4.5
4.	AIMS APAC REIT 5.65% 31-DEC-2079	4.4
5.	UNITED OVERSEAS BANK LTD 3.875% 31-DEC-2079	4.4
6.	MAPLETREE TREASURY SERVICES LTD 3.95% 31-DEC-2079	4.3
7.	SUNTEC REAL ESTATE INVESTMENT TRUST 3.8% 31-DEC-2079	4.2
8.	MUANG THAI LIFE ASSURANCE PCL 3.552% 27-JAN-2037	4.2
9.	CBQ FINANCE LTD 2% 15-SEP-2025	3.3
10.	HSBC HOLDINGS PLC 6.375% 31-DEC-2079	3.3

Sector allocation (%)

Banking	24.9
Foreign agencies	19.1
Other REIT	13.2
Other industry	5.2
Electric	4.3
Brokerage/Asset	4.2
Managers/Exchanges	
Life insurance	4.2
Other financial	3.3
institutions	
Others	15.8
Cash and cash	5.8
equivalents	

Market allocation (%)

Singapore	29.2
China	13.3
Hong Kong	10.0
Qatar	9.4
United Kingdom	6.4
Thailand	6.3
Japan	3.7
Australia	3.0
Others	12.9
Cash and cash	5.8
equivalents	

Ratings allocation (%)

AA	20.2
A	26.0
BBB	21.1
BB	6.5
Non-Rated	20.4
Cash and cash	5.8
equivalents	

Credit ratings by S&P/Moody's/
Fitch.

Maturity allocation (%)

0 - 1 year	38.0
1 - 3 years	49.1
3 - 5 years	7.1
Cash and cash	5.8
equivalents	

Due to rounding, the allocation table may not add up to 100%.

Share class details

Share class	Currency	ISIN	Annual management fee % (Current)	Distribution frequency	Ex-date	Dividend per share	Annualised dividend rate %
A	USD	LU2219416836	0.500	N.A.	N.A.	N.A.	N.A.
AdM	USD	LU2272737557	0.500	Monthly	03-Apr-23	0.0172407	2.00
AHDM	HKD	LU2272737805	0.500	Monthly	03-Apr-23	0.0173548	2.00

Distributions are not guaranteed and may fluctuate. Past distributions are not necessarily indicative of future trends, which may be lower. Distribution payouts and its frequency are determined by the Board of Directors, and can be made out of (a) income; or (b) net capital gains; or (c) capital of the Fund or a combination of any of (a) and/or (b) and/or (c). The payment of distributions should not be confused with the Fund's performance, rate of return or yield. Any payment of distributions by the Fund will result in an immediate reduction in the net asset value per share. Funds with Monthly and Quarterly Distribution Frequency: Annualised Dividend rate = (Dividend per share / NAV per share of previous ex-dividend date) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. Annualised Dividend Rate is calculated based on the dividend distribution for the relevant distribution period and does not refer to the dividend yield for the preceding 12 months, and it may be higher or lower than the actual annual dividend yield. "N.A.": This share class does not distribute dividends. For details of other fees and charges, please refer to the offering document.

IMPORTANT INFORMATION

Investment manager

Eastspring Investments (Singapore) Limited

Disclaimer

All data are from Eastspring Investments (Singapore) Limited. The Fund is a sub-fund of the Eastspring Investments (the "SICAV"), an open-ended investment company with variable capital (société d'investissement à capital variable) registered in the Grand Duchy of Luxembourg on the official list of collective investment undertakings pursuant to part I of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment (the "2010 Law") and the Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009 (the "UCITS Directive"). The SICAV has appointed Eastspring Investments (Hong Kong) Limited ("Eastspring Investments Hong Kong") as its Hong Kong Representative. This information is not an offer or solicitation of an offer for the purchase of investment units in the Fund. An offering document in relation to the Fund is available and may be obtained through Eastspring Investments Hong Kong or any of its appointed distributors. All applications for units in the Fund must be made on the application forms accompanying the offering document. Potential investors should read the offering document (including the risk factors stated therein in details and the risk factors in particular those associated with investments in emerging markets, if applicable) before deciding whether to subscribe for or purchase units in the Fund. An investment in units of the Fund is subject to investment risks, including the possible loss of the principal amount invested. Past performance is not necessarily a guide to the future or likely performance of the Fund. The value of the units in the Fund and any income accruing to the units, if any, may fall or rise. US/HK dollar-based investors are exposed to currency fluctuations where the Fund is denominated in currencies other than US/HK dollar. The information contained herein does not have any regard to the specific investment objective(s), financial situation or the particular needs of any person. Potential investors may wish to seek advice from a financial adviser before purchasing units in the Fund. In the event that potential investors choose not to seek advice from a financial adviser, they should consider whether the Fund is a suitable investment for them. Eastspring Investments Hong Kong is an ultimately wholly owned subsidiary of Prudential plc of the United Kingdom. Eastspring Investments Hong Kong and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America or with the Prudential Assurance Company, a subsidiary of M&G plc, a company incorporated in the United Kingdom. This factsheet and information on our website (eastspring.com.hk) have not been reviewed by the SFC. Issued by Eastspring Investments (Hong Kong) Limited.

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