

# PIMCO Capital Securities Fund

## WHOLESALE CLASS

### FUND DESCRIPTION

The Capital Securities Fund is an actively managed global portfolio that primarily invests directly and indirectly (via other funds) in subordinated debt instruments issued by banks, insurance companies, and other specialty finance companies. Most investments will be concentrated in Tier1, Tier 2, and contingent convertible ("CoCo") Bonds though the fund maintains flexibility to invest across the capital structure.

### INVESTOR BENEFITS

This fund offer investors diversified exposure to higher yielding capital securities which may provide attractive returns relative to bank equities or traditional high yield bonds. PIMCO's fundamental research, which combines macroeconomic analysis with bottom-up security selection process, seeks to identify the strongest conviction financial issues without being tied to a capital securities benchmark. Potential benefits of this include:

- Potential for high income and yield
- Diversification across issuers and regions
- Flexibility to allocate across the capital structure based on relative value

### THE FUND ADVANTAGE

This fund is an efficient way to gain exposure to an actively managed and diversified portfolio of higher-yielding capital securities from financial issuers. PIMCO employs proprietary credit research to these issuers and employs dedicated traders to this sector of the credit market, allowing for potentially advantageous issuer and security selection.

### RISK PROFILE

Unit value can go up as well as down and any capital invested in the fund may be at risk. The fund may invest in non-U.S. and non-eurozone securities which involve potentially higher risks including currency fluctuations and political or economic developments. These may be enhanced when investing in emerging markets. Funds that invest in high-yield, lower-rated securities, will generally involve greater volatility and risk to principal than investments in higher-rated securities. The fund may use derivatives for hedging or as part of its investment strategy which may involve certain costs and risks. Portfolios investing in derivatives could lose more than the principal amount invested. For more details on the fund's potential risks, please read the Prospectus and Key Investor Information Document.

### Key Facts

Bloomberg Ticker	-
ISIN	AU60ETL04453
APIR	ETL0445AU
Inception date	11 August 2015
Distribution	Quarterly
Management Fee <sup>1</sup>	0.94% p.a.
Portfolio Managers	Philippe Bodereau, Matthieu Loriferne, Michael Bogecho
Total Net Assets	68.1 (AUD in Millions)

<sup>1</sup>In addition to the Management Fee there may be other fees and costs associated with an investment in this fund. For a detailed explanation on fees and costs please refer to the Product Disclosure Statement.

### About the benchmark

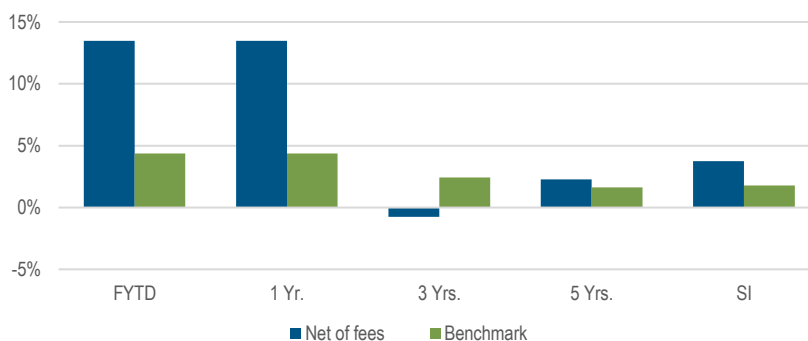
The Bloomberg AusBond Bank Bills Index is an unmanaged index representative of the total return performance of Australian money market securities. It is not possible to invest in an unmanaged index.

### Investment adviser

PIMCO Australia Pty Ltd

For questions regarding the PIMCO Funds, please call 1300 113 547 or email [investorservices@au.pimco.com](mailto:investorservices@au.pimco.com). Retail investors should contact their Financial adviser

### Performance (Net of Fees)



Performance	1 mos.	3 mos.	FYTD	1 Yr.	3 Yrs.	5 Yrs.	SI
Net of fees (%)	0.24	1.09	13.46	13.46	-0.75	2.29	3.76
Benchmark (%)	0.35	1.08	4.37	4.37	2.44	1.64	1.77
Outperformance (%)	-0.11	0.01	9.09	9.09	-3.19	0.65	1.98

Past performance is not a reliable indicator of future results

Returns for periods longer than 1 year are annualised

Net of Fees - Fund performance is quoted net of fees and expenses and assumes the reinvestment of all distributions but does not take into account personal income tax

SI is the performance since inception. Inception date is 11/08/2015

The benchmark is the Bloomberg AusBond Bank Bills Index

Distributions (DPU)	Q2-24	Q1-24	Q4-23	Q3-23
Quarterly Distributions	-	-	-	-

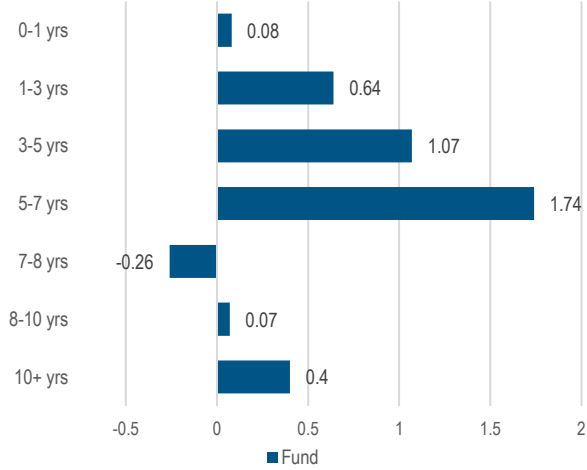
Past distributions are not an indication of future distributions

### Investment Statistics

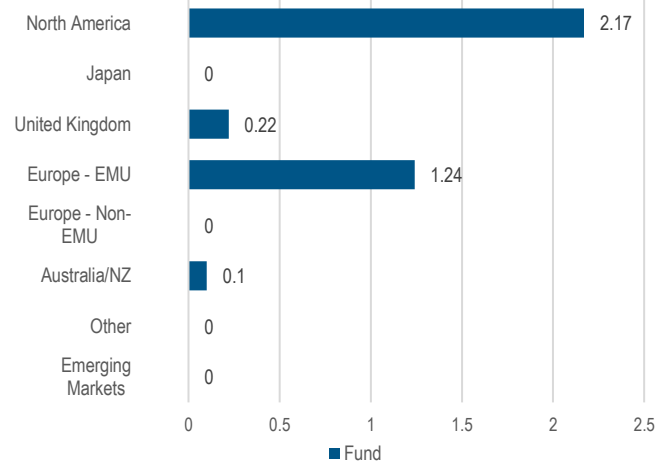
Fund Duration (yrs)	3.73
Benchmark Duration (yrs)	0.12
Estimated Yield to Maturity (%) <sup>Ⓢ</sup>	7.05
Average Coupon (%)	5.75
Effective Maturity (yrs)	4.66

<sup>Ⓢ</sup>Yield to Maturity (YTM) is the estimated annual rate of return that would be received if the Fund's current securities were all held to their maturity and all coupons and principal were made as contracted. YTM does not account for fees or taxes. YTM is not a forecast, and is not a guarantee of the future return of the Fund. The Fund's actual return will depend on a range of factors, including fluctuations in the value of the Fund's securities held from time to time.

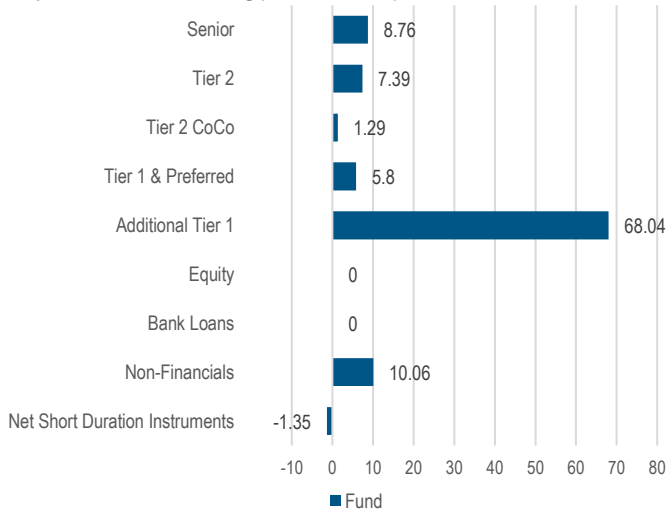
Duration (in Years)



Regional Exposure (by currency, Dur in Yrs)



Capital Structure Positioning (% Market Value)



All investments contain risk and may lose value. Investing in the **bond market** is subject to risks, including market, interest rate, issuer, credit, inflation risk, and liquidity risk. The value of most bonds and bond strategies are impacted by changes in interest rates. Bonds and bond strategies with longer durations tend to be more sensitive and volatile than those with shorter durations; bond prices generally fall as interest rates rise, and low interest rate environments increase this risk. Reductions in bond counterparty capacity may contribute to decreased market liquidity and increased price volatility. Bond investments may be worth more or less than the original cost when redeemed. **Inflation-linked bonds (ILBs)** issued by a government are fixed income securities whose principal value is periodically adjusted according to the rate of inflation; ILBs decline in value when real interest rates rise.

**Treasury Inflation-Protected Securities (TIPS)** are ILBs issued by the U.S. government. **Equities** may decline in value due to both real and perceived general market, economic and industry conditions. **Commodities** contain heightened risk, including market, political, regulatory and natural conditions, and may not be appropriate for all investors. The value of **real estate** and portfolios that invest in real estate may fluctuate due to: losses from casualty or condemnation, changes in local and general economic conditions, supply and demand, interest rates, property tax rates, regulatory limitations on rents, zoning laws, and operating expenses. **Mortgage- and asset-backed securities** may be sensitive to changes in interest rates, subject to early repayment risk, and their value may fluctuate in response to the market's perception of issuer creditworthiness; while generally supported by some form of government or private guarantee, there is no assurance that private guarantors will meet their obligations. Investing in **foreign-denominated and/or domiciled securities** may involve heightened risk due to currency fluctuations, and economic and political risks, which may be enhanced in **emerging markets**. **Currency rates** may fluctuate significantly over short periods of time and may reduce the returns of a portfolio. **Private credit and equity strategies** involve a high degree of risk and prospective investors are advised that these strategies are appropriate only for persons of adequate financial means who have no need for liquidity with respect to their investment and who can bear the economic risk, including the possible complete loss, of their investment. **Management risk** is the risk that the investment techniques and risk analyses applied by PIMCO will not produce the desired results, and that certain policies or developments may affect the investment techniques available to PIMCO in connection with managing the strategy.

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