

PIMCO Diversified Fixed Interest Fund

Anchor your portfolio with domestic and global bonds

Why invest in the fund?

1

TRUE CORE BOND HOLDING

The fund seeks to provide consistent income, low volatility and diversification within a broader asset allocation.

2

ONE STOP ACTIVE SOLUTION FOR AUSTRALIAN AND GLOBAL BONDS

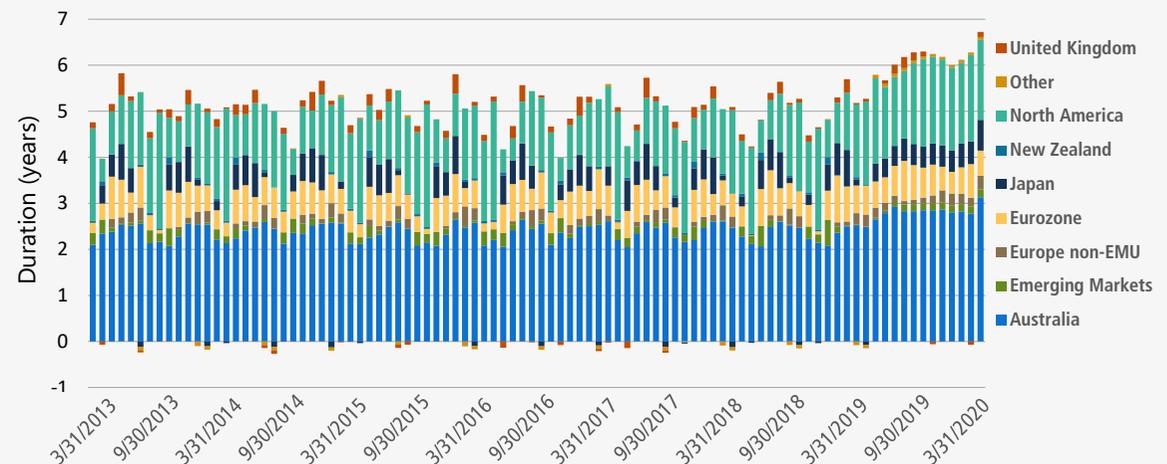
Designed specifically for Australian investors, the fund provides a strategic allocation to both global and Australian fixed interest, which seeks to harness the best opportunities across Australia and the globe.

3

DIVERSIFICATION

The fund is designed to have low, or negative, correlation to many assets, including equities, which have been prone to volatility when markets have become risk-averse.

DIVERSIFIED EXPOSURE TO A BROAD RANGE OF REGIONS



SOURCE: PIMCO as of 31 March 2020

THE FUND IN NUMBERS

21 years

Track record of the PIMCO Diversified Fixed Interest Fund¹

6.39%

The total return of the fund since inception²

AA-

Average Credit Quality³

¹ PIMCO Diversified Interest Fund Inception date is 26 May 1999.

² Past performance is not a guarantee or a reliable indicator of future results. 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. Based on annualised returns for the PIMCO Diversified Fixed Interest Fund Wholesale Class net of fees since class inception (28 April 2004) to 31 March 2020.

³ This is the average credit quality of the bonds held in the fund. Source: PIMCO 31 March 2020.

Role in a portfolio

Core bond holding

The fund can serve as an anchor fixed income allocation, offering the potential for income, capital gains, diversification and a hedge against the volatility in higher-risk asset classes, including equities.

Portfolio diversification

Invested in bonds from Australia and around the world, the fund can help diversify investors' portfolios that are heavily weighted toward global or domestic growth assets.

Income

With quarterly distributions, the fund can provide a steady and reliable income stream.



Because the fund maintains a structural allocation to both Australian and global fixed interest, it can provide a 'one-stop shop' investment for Australian fixed interest investors.

– Rob Mead, Portfolio Manager

FUND OBJECTIVE

To achieve maximum total return by investing in underlying funds that invest in Australian and overseas bonds, and to seek to preserve capital through prudent investment management.

RATINGS



Rating assigned
May 2019



Rating assigned
February 2020



Rating assigned
January 2020

* Please refer to relevant research house disclaimer to obtain further information about the meaning of the rating and the rating scale. Rating is only one factor to be taken into account when deciding whether to invest.

To learn more about PIMCO please contact your local Account Manager.

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Our Expertise



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Co-head of Asia-Pacific Portfolio Management
Managing Director
31 years investment experience



Sachin Gupta
Head of Global Portfolio Management Desk
Managing Director
22 years of investment experience



Adam Bowe
Portfolio Manager, Fixed Income Australia
18 years of investment experience

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PIMCO's time-tested investment process: Analysing the capital markets from top to bottom

PIMCO's investment process combines an informed global macroeconomic outlook with robust bottom-up analysis. Our Australian investment specialists contribute to our global top-down views and then implement these views through bottom-up strategies.

STARTING AT THE TOP

PIMCO's investment process is anchored by our economic forums. At our annual Secular Forum, our global investment professionals gather with industry experts for a three-day discussion about the economic, social and political trends that are likely to affect the global economy and financial markets over the next three to five years. We also hold quarterly Cyclical Forums to refine our longer-term views and forecast shorter-term economic performance in all major regions as well as country-specific forums.

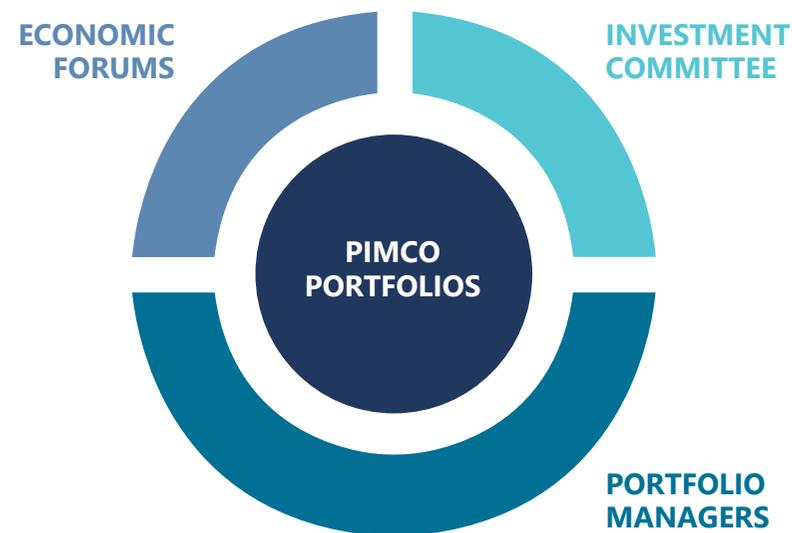
FROM THE BOTTOM UP

Rigorous bottom-up analysis is meshed with our top-down themes to identify the most attractive securities for our clients' portfolios. PIMCO's regional and specialist portfolio managers work extensively with our robust global research team – industry sector specialists, who log millions of miles a year to target opportunities across the globe and capital structure before the market does.

DEDICATED CLIENT SERVICE EXPERTISE

PIMCO's expansive team of dedicated investment professionals have weathered various market cycles, and are experts in generating alpha, managing risk and providing the highest level of client service to help meet the asset management needs of financial advisers and your clients.

Adding Value From Top To Bottom



ECONOMIC FORUMS

Four times a year (at the annual Secular Forum and three Cyclical Forums), our investment professionals around the world gather to identify the trends that will drive the global economy and markets. This macro-economic outlook informs all PIMCO portfolios.

INVESTMENT COMMITTEE

The Investment Committee (IC) meets four times a week to distill our outlook and current events into specific investment themes and risk factor targets.

PORTFOLIO MANAGERS

Portfolio managers are responsible for day-to-day strategy execution, leveraging our scores of sector and regional specialists.

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Investing in derivatives could lose more than the amount invested. Diversification does not ensure against loss. Investment involves risk including possible loss of the principal amount invested. Past performance is not a reliable indicator of future results. The value of units of the Fund and the Fund's distributions, if any, may fall or rise. Investment returns may be exposed to exchange rate fluctuations. In an environment where interest rates may trend upward, rising rates will negatively impact most bond funds, and fixed income securities held by a fund are likely to decrease in value. Bond funds and individual bonds with a longer duration (a measure of the expected life of a security) tend to be more sensitive to changes in interest rates, usually making them more volatile than securities with shorter durations.

*Research House Disclaimers

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