

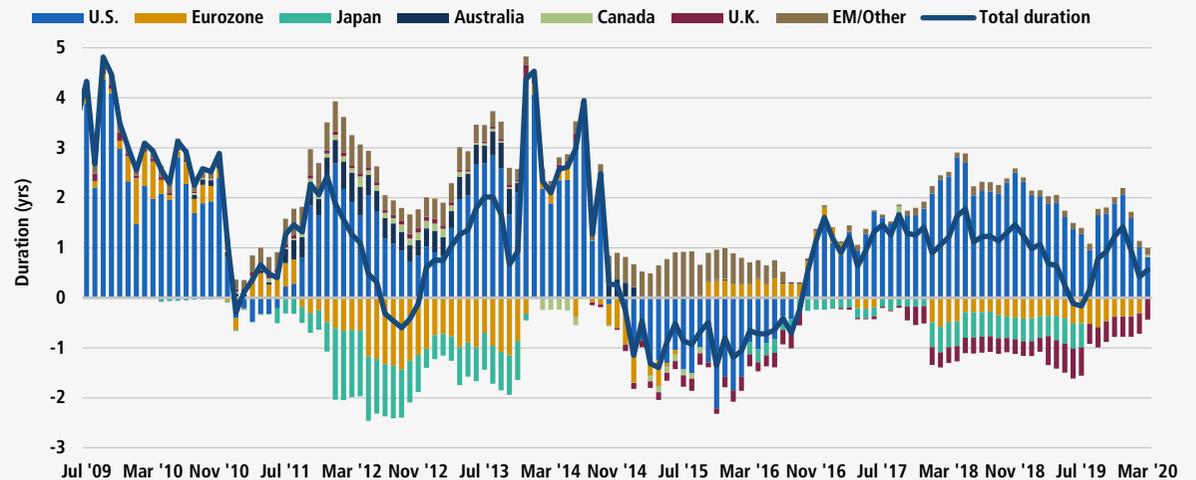
# PIMCO Dynamic Bond Fund

*Look beyond traditional benchmarks*

## Why invest in the fund?

- 1 Greater flexibility**  
 Because it is not tethered to a benchmark, this fund can take on greater exposure in areas where PIMCO has a strong conviction, and reduce or even eliminate exposure where we see less value or heightened risk.
- 2 Global Opportunity Set**  
 The Fund is able to tap into credit, interest rate, volatility and currency opportunities across global sectors and regions to reflect our active views.
- 3 Unconstrained – with limits**  
 Although the fund has no benchmark-specific guidelines, it does have certain investment limitations designed to help maintain the portfolio’s bond-like volatility characteristics and overall higher credit quality.

DURATION EXPOSURE BY COUNTRY OVER TIME



THE FUND IN NUMBERS

**-3 to 8 years**

Duration range of the Fund

**3.97%**

Current yield-to-maturity on the fund<sup>1</sup>

**A+**

Average Credit Quality<sup>2</sup>

SOURCE: PIMCO as of 31 March 2020.

Past performance is not a reliable indicator of future results.

Inception Date: 18 March, 2014

<sup>1</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.

<sup>2</sup> This is the average credit quality of the bonds held in the fund. Past performance is not a reliable indicator of future results.

# Role in a portfolio

## Liquid alternatives

Potentially enhanced diversification and reduced portfolio risk due to low correlation with equities.

## Defensive holding/absolute return strategy

Ability to pursue positive return opportunities in any environment, as well as manage duration risk amid challenging bond market conditions.

## Core complement

The fund's risk/return profile and investment opportunity set of global fixed income markets can make it an appropriate flexible core allocation.

### FUND OBJECTIVE

To seek maximum long-term returns, in a manner consistent with the preservation of capital and prudent investment management.

### RATINGS



Rating assigned  
August 2019



Rating assigned  
February 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.

## Our Expertise



**Marc Seidner**  
CIO Non-Traditional  
Strategies  
Managing Director  
Head of Portfolio  
Management, New York

32 years of investment  
experience



**Mohsen Fahmi**  
Portfolio Manager  
Global Fixed Income  
Managing Director

35 years of investment  
experience



**Dan Ivascyn**  
Group Chief  
Investment Officer  
Portfolio Manager  
Managing Director

28 years of investment  
experience



*"The fund's greater flexibility allows the manager to invest according to PIMCO's own long- and short-term market views, rather than being required to target a benchmark." – Mark Seidner, CIO Non-traditional strategies.*

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

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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.

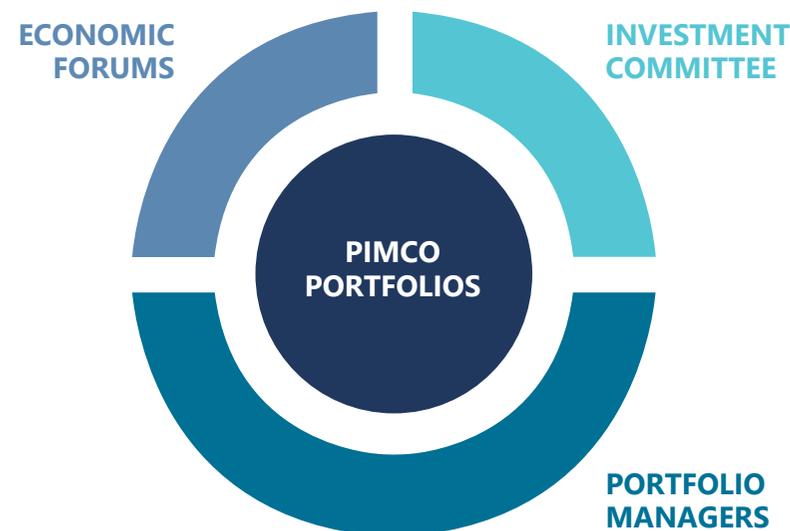
## FROM THE BOTTOM UP

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

The Lonsec Ratings (assigned as follows: PIMCO Unconstrained Bond Fund— August 2019) presented

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