

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

# US Corporate Bond Fund

A Sub-Fund of Eastspring Investments - Class Azdm (hedged) - LU0911025954

This Sub-Fund is managed by Eastspring Investments (Luxembourg) S.A.

**Website:** www.eastspring.lu

Call +352 22 99 99 5763 for more information

Eastspring Investments (Luxembourg) S.A. is regulated by Commission de Surveillance du Secteur Financier, Luxembourg (www.cssf.lu).

This product is authorised in Luxembourg and in accordance with the UCITs Directive.

**Date of Production of the KID:** 21 June 2024

## What is this product?

### Type

An undertaking for collective investment organised under the laws of the Grand Duchy of Luxembourg organised as a société d'investissement à capital variable (SICAV). The Sub-Fund is registered pursuant to Part I of the Law of 17 December 2010.

### Term

The term of the Sub-Fund is unlimited and therefore there is no maturity date. The Manufacturer may not unilaterally terminate the Fund, however, the directors of the Sub-Fund and/or the investors of the Sub-Fund may in certain circumstances set out in the Prospectus and constitutive document of the Sub-Fund, unilaterally terminate the Fund. Cases of automatic termination may be foreseen by laws and regulations applicable to the Sub-Fund.

### Objectives

#### Investment Objective

The Sub-Fund aims to earn regular income and to increase the value of your investment over the long term. This Sub-Fund invests in a diversified portfolio consisting primarily of fixed income/debt securities denominated in US dollars, issued in the US market by corporations rated BBB- and above by Standard & Poor's (or comparable rating by Moody's Investor Service or Fitch), or if unrated, its issuer meets the same rating criteria with a guarantor explicitly guaranteeing the payments on the bond.

SFDR Classification: The Sub-Fund qualifies as an Article 8 fund.

#### Investment Policy

In choosing investments, the investment manager combines overall economic and credit research with research into individual issuers. This Sub-Fund may also invest no more than 40% of its net assets in debt instruments with loss absorption features and up to 40% of its net assets in aggregate in external LAC debt instruments, TLAC debt instruments, non-preferred senior debt and other subordinated debts with loss absorption features.

The Sub-Fund may continue to hold securities that are downgraded below the investment grade after purchase but may not make additional purchases of such securities. However, the Sub-Fund will not hold more than 10% of its net assets in fixed income/debt securities with no credit rating or with a credit rating below investment grade.

**Benchmark** This Sub-Fund aims to outperform the return of Bloomberg US Credit Index ("Benchmark"). The Sub-Fund is actively managed.

#### Currency ZAR

Your shares will be "hedged" with the aim of protecting them from exchange rate fluctuations between their denominated currency (the "Share class reference currency") and the base currency of the Fund. Hedging also has the effect of limiting the potential for currency gains to be made.

**Share Class Policy** The shares in mention are distributing shares (shares that distribute dividends).

#### Processing of subscription and redemption orders

You can place orders to buy or sell shares at any time. Orders placed before 2 PM (Luxembourg time) and on any day that is a banking day in Luxembourg and in the country or countries where the majority of the Sub-Fund's assets are invested will generally be processed that day

#### Intended retail Investor

Shares in the Sub-Fund are suitable for any investor (i) for whom an investment in the Sub-Fund does not constitute a complete investment program; (ii) who fully understands and is willing to assume the risks involved in the Sub-Fund's investment program; (iii) who understands that they may not recover the invested amount; and (iv) who are looking for medium term investment.

#### Depositary

The Bank of New York SA/NV Luxembourg branch

#### Further Information

Please refer to the 'Other relevant information' section below.

## What are the risks and what could I get in return?

### Risk Indicator



The risk indicator assumes you keep the product for 5 years.

The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will

lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity to pay you.

**Be aware of currency risk.** You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

There are other risks materially relevant to the PRIIP which are not included in the summary risk indicator. For more information, please refer to the prospectus.

This product does not include any protection from future market performance so you could lose some or all of your investment.

## Performance Scenarios

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over the last 10 years. Markets could develop very differently in the future.

Recommended holding period:		5 years	
Example Investment:		100000 ZAR	
		If you exit after 1 year	If you exit after 5 years
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	58640 ZAR	60650 ZAR
	Average return each year	-41.36%	-9.52%
Unfavourable	What you might get back after costs	80770 ZAR	91740 ZAR
	Average return each year	-19.23%	-1.71%
Moderate	What you might get back after costs	99250 ZAR	116420 ZAR
	Average return each year	-0.75%	3.09%
Favourable	What you might get back after costs	113220 ZAR	130300 ZAR
	Average return each year	13.22%	5.44%

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable scenario: This type of scenario occurred for an investment between 2021 and 2024.

Moderate scenario: This type of scenario occurred for an investment between 2018 and 2023.

Favourable scenario: This type of scenario occurred for an investment between 2015 and 2020.

## What happens if Eastspring Investments (Luxembourg) S.A. is unable to pay out?

The assets of the Sub-Fund are held in safekeeping by its depositary. In the event of the insolvency of the Manager, the Sub-Fund's assets in the safekeeping of the Depositary will not be affected. However, in the event of the Depositary's insolvency, or someone acting on its behalf, the Sub-Fund may suffer a financial loss. However, this risk is mitigated to a certain extent by the fact the Depositary is required by law and regulation to segregate its own assets from the assets of the Sub-Fund. The Depositary will also be liable to the Sub-Fund and the investors for any loss arising from, among other things, its negligence, fraud or intentional failure properly to fulfil its obligations (subject to certain limitations).

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over Time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario

- ZAR 100,000.00

	If you exit after 1 year	If you exit after 5 years
<b>Total costs</b>	5619 ZAR	19539 ZAR
<b>Annual cost impact (*)</b>	5.6%	3.2% each year

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 6.3 % before costs and 3.1 % after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

Please note that the figures shown here do not include any additional trailing or upfront fees that may be charged by your distributor, advisor or any insurance wrapper in which the fund may be placed.

#### Composition of Costs

One-off costs upon entry or exit		If you exit after 1 year
<b>Entry costs</b>	3.0 % of the amount you pay in when entering this investment.	Up to 3000 ZAR
<b>Exit costs</b>	We do not charge an exit fee for this product, but the person selling you the product may do so.	0 ZAR
Ongoing costs taken each year		
<b>Management fees and other administrative or operating costs</b>	1.2 % of the value of your investment per year. This is an estimate based on actual costs over the last year.	1150 ZAR
<b>Transaction costs</b>	1.5 % of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	1469 ZAR
Incidental costs taken under specific conditions		
<b>Performance fees (and carried interest)</b>	There is no performance fee for this product.	0 ZAR

## How long should I hold it and can I take money out early?

### Recommended holding period: 5 years

This product has no required minimum holding period but is designed for long-term investment; you should have an investment horizon of at least 5 years.

If the shares are listed on the stock exchange, you may buy or sell shares in the product, without penalty, on any normal business day.

Please contact your broker, financial adviser or distributor for information on any costs and charges relating to the sale of the shares.

## How can I complain?

If you have a complaint about the product or about the conduct of the PRIIP manufacturer or the person advising on, or selling, the product, you can submit your complaint in the following way.

Complaints shall be addressed to:

- the Complaints Officer, Selim Saykan on +352 22 99 99 5764 or via email at [compliance.lu@eastspring.com](mailto:compliance.lu@eastspring.com).

- by post to Eastspring Investments (Luxembourg) S.A at 26 Boulevard Royal, L-2449 Luxembourg, Grand Duchy of Luxembourg.

## Other relevant information

You can get other information about this Fund, including the prospectus, latest annual report and supplement from <https://www.eastspring.lu> and from to the Administrator : Eastspring Investments. They are available free of charge in English.

You can find information related to the Fund past performance up to 10 years and to previous performance scenario calculations at <https://www.eastspring.com/lu/funds/fund-downloads>.

**Further information for Switzerland:** The prospectus, the articles of association, the key information documents as well as the annual and semi-annual reports are available free of charge from the representative in Switzerland.

The representative in Switzerland is FIRST INDEPENDENT FUND SERVICES LTD., Feldeggstrasse 12, CH-8008 Zurich. The paying agent in Switzerland is NPB New Private Bank Ltd, Limmatquai 1, CH-8001 Zurich.