

# ASI Emerging Market Government Bond Fund

(From 7 August 2019 The fund name was amended from Emerging Market Debt Fund to ASI Emerging Market Government Bond Fund)

Retail Accumulation GBP

31 December 2019

## Objective

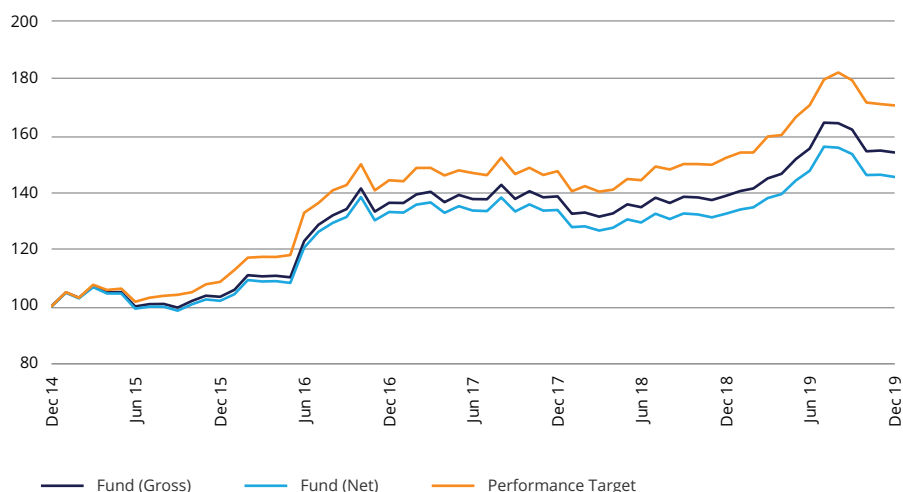
To generate income and some growth over the long term (5 years or more) by investing in US dollar denominated emerging markets government bonds.

**Performance Target:** To achieve the return of the JP Morgan EMBI Global Diversified Index, plus 1.5% (in Sterling terms) per annum (before charges). The Performance Target is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the Performance Target. The ACD believes this is an appropriate target for the fund based on the investment policy of the fund and the constituents of the index.

## Portfolio securities

- The fund will invest at least 70% in US dollar denominated government and sub-sovereign bonds issued or guaranteed by Asian, Eastern European, Middle Eastern, African, or Latin American governments.
- The fund may also hold bonds issued by other governments or sub-sovereigns anywhere in the world.
- Where the fund gains exposure to other currencies than US Dollars, the fund will employ techniques to reduce (hedge) risk related to currency movements on non US dollars bonds.
- The fund may also invest in other funds (including those managed by Aberdeen Standard Investments) and money-market instruments, and cash.

## Performance



## Cumulative and annualised performance

|                        | 1 month | 6 months | Year to date | 1 year | 3 years (p.a.) | 5 years (p.a.) |
|------------------------|---------|----------|--------------|--------|----------------|----------------|
| Fund (Gross) (%)       | -0.44   | -0.90    | 10.95        | 10.95  | 4.15           | 9.02           |
| Fund (Net) (%)         | -0.54   | -1.47    | 9.73         | 9.73   | 2.99           | 7.77           |
| Performance target (%) | -0.28   | -0.04    | 12.09        | 12.09  | 5.74           | 11.27          |

## Discrete annual returns - year to 31/12

|                        | 2019  | 2018  | 2017 | 2016  | 2015 |
|------------------------|-------|-------|------|-------|------|
| Fund (Gross) (%)       | 10.95 | 0.17  | 1.64 | 32.01 | 3.27 |
| Fund (Net) (%)         | 9.73  | -0.96 | 0.51 | 30.65 | 1.89 |
| Performance target (%) | 12.09 | 3.19  | 2.21 | 32.89 | 8.54 |

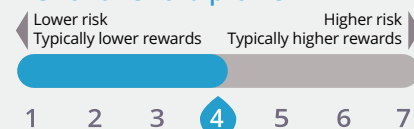
Performance Data: Share Class Retail Acc GBP. Source: Aberdeen Standard Investments (Fund & Benchmark) and Morningstar (Sector). Basis: Total Return, NAV to NAV, UK Net/Gross Income Reinvested. "Fund (Net)" refers to the actual unit price performance of the shareclass shown; "Fund(Gross)" adds back charges such as the annual management charge to present performance on the same basis as the performance target / performance comparator / portfolio constraining benchmark. These figures do not include the initial charge; if this is paid it will reduce performance from that shown.

Past performance is not a guide to future returns and future returns are not guaranteed.

## Key facts

|  |   |
|--|---|
| Fund manager(s)  | Global Emerging Market Debt Team                                  |
| Fund launch date   | 24 October 2012   |
| Shareclass launch date                                   | 24 October 2012   |
| Fund size  | £10.1m  |
| Number of holdings                                       | 52  |
| Performance target                                       | JP Morgan EMBI Global Diversified Index +1.5% (in Sterling terms) |
| Performance comparator/ Portfolio constraining benchmark | JP Morgan EMBI Global Diversified Index (in Sterling terms)       |
| Entry charge (up to) <sup>2</sup>                        | 4.00%   |
| Annual management charge                                 | 1.20%   |
| Ongoing charge figure <sup>1</sup>                       | 1.25%   |
| Minimum initial investment                               | £500  |
| Fund type  | OEIC  |
| Valuation point  | 12:00 (UK time)   |
| Base currency  | GBP   |
| Sedol  | B8K56P7   |
| ISIN   | GB00B8K56P77  |
| Bloomberg  | SLIEMFA LN  |
| Domicile   | United Kingdom  |

## Risk and reward profile



This indicator reflects the volatility of The fund's share price over the last five years. See Key Investor Information Document (KIID) for details.

## Key risks

- The value of investments and the income from them can fall and investors may get back less than the amount invested.
- The fund invests in securities which are subject to the risk that the issuer may default on interest or capital payments.
- The use of derivatives carries the risk of reduced liquidity, substantial loss and increased volatility in adverse market conditions, such as a failure amongst market participants. The use of derivatives may result in the fund being leveraged (where market exposure and thus the potential for loss by the fund exceeds the amount it has invested) and in these market conditions the effect of leverage will be to magnify losses.
- The fund invests in emerging market equities and / or bonds. Investing in emerging markets involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.

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## Management process

- The management team use their discretion (active management) to identify the investments they believe are most appropriate for the funds objective.
- They analyse securities and derivatives, in addition to global economic and market conditions (for example, interest rates and inflation) and seek to identify misalignments between their assessment of growth prospects and creditworthiness of investments relative to that of the market.
- In seeking to achieve the Performance Target, the JP Morgan EMBI Global Diversified Index (in Sterling terms) is used as a reference point for portfolio construction and as a basis for setting risk constraints. The expected variation (tracking error) between the returns of the fund and the index, is not normally expected to exceed 4.5%. Due to the active nature of the management process, the funds performance profile may deviate significantly from that of the JP Morgan EMBI Global Diversified Index (in Sterling terms).
- Please note: The funds ability to buy and sell bonds and the associated costs can be affected during periods of market stress which could include periods where interest rates move sharply.

## Country (%)

|                    |      |
|--------------------|------|
| Indonesia          | 8.1  |
| Qatar              | 5.7  |
| Ukraine            | 5.4  |
| Egypt              | 4.9  |
| Mexico             | 4.6  |
| Cayman Islands     | 4.0  |
| Saudi Arabia       | 4.0  |
| Dominican Republic | 3.9  |
| El Salvador        | 3.4  |
| Cash and Other     | 56.0 |

## Composition by asset (%)

|                         |      |
|-------------------------|------|
| Overseas Fixed Interest | 96.2 |
| Cash and Other          | 3.8  |

Source : Aberdeen Standard Investments 31/12/2019

Figures may not always sum to 100 due to rounding.

- (e) The fund invests in high yielding bonds which carry a greater risk of default than those with lower yields.
- (f) The fund price can go up or down daily for a variety of reasons including changes in interest rates, inflation expectations or the perceived credit quality of individual countries or securities.

## Risk stats

Fund Volatility<sup>^</sup> **8.10**

Source : Aberdeen Standard Investments. ^ Three year annualised.

## Derivative usage

- The fund may use derivatives to reduce risk, reduce cost and/or generate additional income or growth consistent with the risk profile of the fund (often referred to as Efficient Portfolio Management).
- Derivatives include instruments used to manage expected changes in interest rates, inflation, currencies or creditworthiness of corporations or governments.

To help you understand this fund and for a full explanation of risks and the overall risk profile of this fund and the shareclasses within it, please refer to the Key Investor Information Documents and Prospectus which are available on our website [www.aberdeenstandard.com](http://www.aberdeenstandard.com) The Prospectus also contains a glossary of key terms used in this document.

<sup>1</sup>The Ongoing Charge Figure (OCF), is the overall cost shown as a percentage of the value of the assets of the fund. It is made up of the Annual Management Charge (AMC) of 1.20% and other charges. It does not include any initial charges or the cost of buying and selling stocks for the fund. The Ongoing Charges figure can help you compare the annual operating expenses of different funds.

<sup>2</sup>These are the maximum charges that we might take out of your money before it is invested. In some cases, the charges may be less and you should speak to your financial advisor about this.

The funds Authorised Corporate Director is Aberdeen Standard Fund Managers Limited.

The fund is a sub-fund of Aberdeen Standard OEIC II, an authorised open-ended investment company (OEIC).

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