



# Allianz Dynamic Multi Strategy SRI Funds

**This is a marketing communication.** Please refer to the prospectuses of the Funds and to the Key Information Documents/Key Investor Information Documents before making any final investment decisions. **For fund distributors and professional investors only.**

**For Investors in France:** Investors should note that, relative to the expectations of the Autorité des Marchés Financiers, these funds present disproportionate communication on the consideration of non-financial criteria in its investment policy.

# The search for greater profitability

Markets have been operating in “unexplored territory” until now. The decisions of central banks and uncertainty of political nature, modify traditional references and influence new investment approaches.

Investing in government bonds or bonds issued by companies with a high credit rating, is usually considered as “insurance”, and means conforming with a return below inflation, and therefore accepting the progressive reduction of assets.

Higher profitability prospects offer asset categories such as shares, high-yield bonds, commodities or other alternative asset classes. However, leaning towards these investments implies an increase in risk and therefore in the volatility of the investment.

Additionally, we must bear in mind that accepting the development of the market can be expensive. The following table illustrates the profitability obtained by various types of assets over the years.

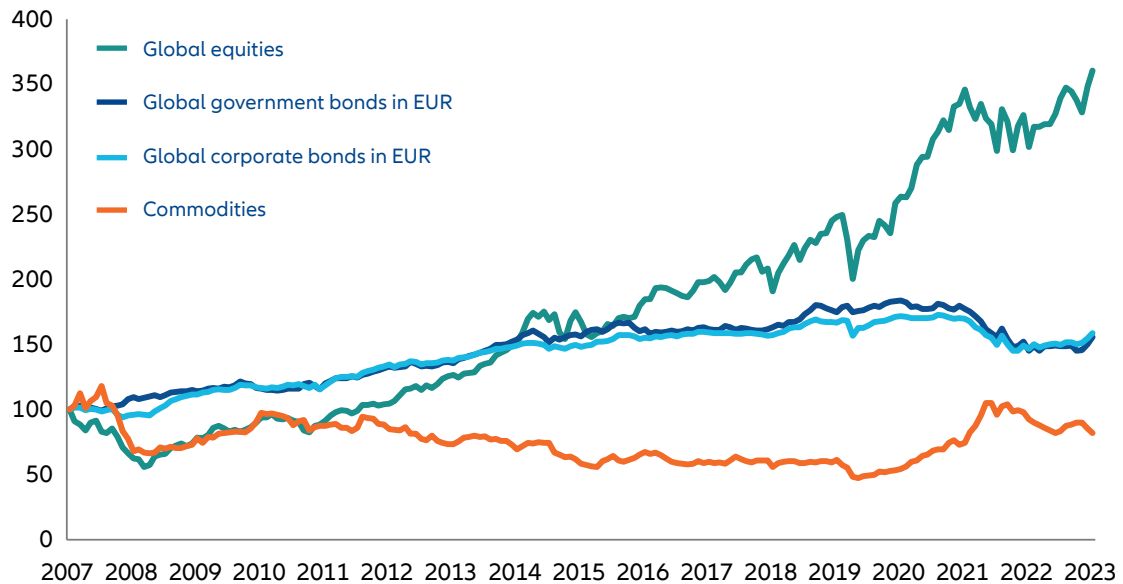
To remain immovable in a single type of asset involves taking a risk to obtain very diverse returns, positive and negative, depending on the year in question.

Therefore, today more than ever it is important to diversify and search for additional assets to those that usually make up our investment portfolio.

However, the introduction of such assets in a portfolio should always be carried out with a careful selection of securities, adequate diversification based on our profitability objectives and risk tolerance, and with the ability to react dynamically and flexibly to changes that occur in the market.



## Trends can differ remarkably in direction, strength and length



Source: Allianz Global Investors as of 31/12/2023. Equities are represented by the MSCI World Net Total Return EUR Index, Global bonds are represented by the Bloomberg Global-Aggregate Total Return Index Value Hedged EUR and Bloomberg Global Aggregate Corporate Total Return Index Hedged EUR, Commodities by the Bloomberg Commodities Index Euro Total Return. Past performance does not predict future returns. The market cycle indicators represent the analysis of Allianz Global Investors of trends based on historical price data. This analysis contains opinions of Allianz Global Investors and its employees, and such are subject to change without notice. Statements concerning financial market trends were based on the current market conditions at the relevant time period, which will fluctuate. This analysis has been distributed for informational purposes only, does not constitute investment advice and is not a recommendation or offer of any particular security, strategy or investment product. The signal analysis is not indicative of future results.



# Allianz Dynamic Multi Asset Strategy SRI answers the need to diversify our investments

**Financial markets often present different reactions among the various asset categories that comprise them, both in their intensity and direction. For example, news of the rise in gold prices may cause a decline in the share price.**

Data that stimulates fixed income can penalise stock markets. Therefore, a broad and structured investment diversification can counteract market fluctuations, and provided that they are managed actively and dynamically, can facilitate obtaining the best returns.

# Four Pillars for achieving risk-return objectives

## Broad investment universe

- Participation in risk premiums of different asset classes
- Benefit from diversification
- Four risk-return profiles

## Active asset allocation

- Systematic and fundamental approaches
- Pro- and countercyclical components
- Aim: additional returns across a market cycle

## Active risk mitigation

- Active risk management to reduce risks
- Our active risk and stability management approach aims to significantly mitigate volatility peaks and downside risks during periods of market stress.

## Active security selection

- Applying SRI\* criteria
- Selection contributions via active management of
- equities
- bonds
- alternative investments



Largely unconstrained active multi asset solution

\* SRI: Sustainable and Responsible Investment. The SRI best-in-class approach is part of our Sustainability-focused category. It applies our sustainable minimum exclusions and aims to build sustainable portfolios from a focused investment universe based on ESG criteria. Additional information <https://regulatory.allianzgi.com/en/esg>

# Allianz Dynamic Multi Asset Strategy SRI Funds

## An investment opportunity within continually developing markets

Allianz Dynamic Multi Asset Strategy SRI funds obtain results thanks to the careful diversification of their multi-asset portfolios, which combine global equities and fixed income, along with other opportunistic return sources. These investments range from inflation-linked bonds to high-yield bonds, with the possibility of investing in emerging markets (with fixed income and equities), inflation

linked bonds, REITs, listed private equity, commodities as well as other alternative assets.

The objective of these other opportunistic return sources is to provide the possibility of accessing assets with a greater potential return to that of government fixed income and stocks from global developed countries. But above all to provide

diversification and a certain level of de-correlation, to implement risk control on the most efficient portfolios.

The duration of investments in a fixed income is similarly a relevant component in the risk management of all funds, so the management team actively oversees investments within a range of 2 to +10 years.



Allianz Dynamic Multi Asset Strategy SRI, a decade in the making, redefines investment strategy with its **sustainable focus and adaptive approach to global multiple sources of return.**

**Marcus Stahlhacke**

Portfolio Manager, CFA, FRM, CAIA



# Seizing opportunities and investing responsibly

The Allianz DMAS SRI (Dynamic Multi Asset Strategy SRI) range of funds enables investors to benefit from return opportunities in different sectors. Each fund can access additional opportunities

through satellite investments, such as emerging markets (up to 30%), high yield investments (up to 20%), inflation-linked bonds, REITs, private equity, commodities, alternative investments etc.\*

SRI and standard futures for equity and bonds indices (long and short) will be used for steering the asset allocation and can amount to significant exposure.

## A strong core coupled with opportunistic satellite investments



Source: Allianz Global Investors, February 2024. \*Allianz Dynamic Multi Asset Strategy SRI 15 exposure limit of max. 25% in emerging markets and max. 15% in high-yield investments. <sup>1</sup> Global Bonds are hedged to Euro.



Flexibility and dynamism are key principles in the management of all Allianz Dynamic Multi Asset Strategy SRI funds, and their objective is to make the most of market development and trends.

Risk and stability management is strongly embedded in the investment process. Its main mission is to reduce losses in the face of potential negative market-based events.



# A powerful investment engine to manage the opportunities that the Market offers us

The Dynamic Multi Asset Plus (DMAP®) investment process followed by the Allianz Dynamic Multi Asset Strategy SRI is active, flexible and dynamic in order to help meet the needs of investors with different levels of risk appetite.

Their objective is to improve profitability on specific strategic asset allocation over time through diversification, portfolio restructuring dynamism and, above all, through risk control, and for this reason is based on 3 fundamental pillars:

- A quantitative process that allows the identification

of market trends, to take advantage of positive moments and to especially avoid "overreactions or excesses" either up or down.

- A fundamental process aimed at identifying turning points in the cycle, as well as calculating the considered valuation assets under consideration.

- A continuous risk management process that manages the exposure limit at all times.

This process is what allows us to decide, within the guidelines of each fund, what types of assets to invest in, when to do it and at what level of exposure. Ectoria prem id qui ad explicitatam cum et magnis.



**MARKET CYCLE**  
Assessment of medium-term trends Pro-cyclical

Anti-cyclical

Objective  
Obtain superior returns compared to markets while mitigating risks

+



**ECONOMIC CYCLE**  
Fundamental analysis  
Macroeconomic cycle

Valuations of asset categories

Objective  
Risk reduction

+



**RISK MANAGEMENT**  
Active risk and stability management Continuous supervision and review of the volatility bandwidths and risk budgets

Reduction of exposure in case of potential increase in risk recovery

Objective  
Additional returns

The diagrams and statements here reflect the typical investment process applied to the strategy. At any given time other criteria may affect the investment process. The performance of the strategy is not guaranteed and losses remain possible.

# Allianz Dynamic Multi Asset Strategy SRI

The range of Allianz Dynamic Multi Asset Strategy SRI Funds uses the same potential asset universe to invest and the same investment process - Dynamic Multi Asset Plus - which establishes when, where, how and how much to invest in each of the funds.

The funds' objective is to achieve long-term capital growth by investing in a broad range of asset classes, with a focus on global stocks and euro-denominated bonds, in order to achieve medium to long term performance comparable to a defensive/balanced/growth oriented portfolio within a range of volatility in accordance with the Sustainable and Responsible Investment (SRI) strategy, for the relevant assets.

However, each fund commences from a different level of volatility ranges (fluctuations of prices), and has a different level of strategic asset allocation (a proportion between fixed and variable income), and has different investment limits in equities.

The fundamental difference between the funds is mid to long term volatility range, the risk budget with which each of them is managed, typically resulting in a conservative, moderate and dynamic fund.

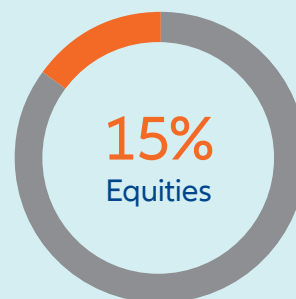
The funds offer additional opportunities, such as, alternative investments, commodities, emerging markets and high-yield investments, which vary depending on the fund profile and the relative attractiveness of classes according our investment process with quantitative and fundamental assessments.



## Allianz Dynamic Multi Asset Strategy SRI 15: defensive profile

The fund's objective is to attain a return over the medium to long term that is comparable to the return of a portfolio consisting of 15% global stocks and 85% global bonds, hedged to Euro.

The aim is not to fall below or exceed a volatility of the unit price within a range of 3-7% on average over the medium to long term.



Investment profile comparable to a long term investment of 85% Fixed Income and 15% Equities.

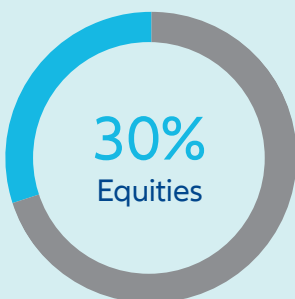
Equities  
0% - 35%



**Allianz Dynamic Multi Asset Strategy SRI 30: a more moderate profile**

The fund's objective is to attain a return over the on a medium to long-term that is comparable to the return of a portfolio consisting of 30% global stocks and 70% global bonds, hedged to Euro.

The aim is not to fall below or exceed a volatility of the unit price within a range of 4-10% on average over the medium to long term.



Investment profile comparable to a long term investment of 70% Fixed Income and 30% Equities.

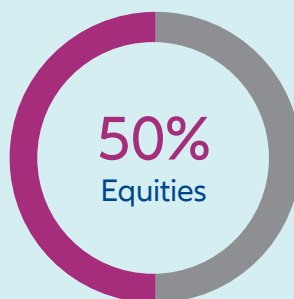
Equities  
0% - 55%



**Allianz Dynamic Multi Asset Strategy SRI 50: balanced profile**

The fund's objective is to attain a return over the on a medium to long-term that is comparable to the return of a portfolio consisting of 50% global stocks and 50% global bonds, hedged to Euro.

The aim is not to fall below or exceed a volatility of the unit price within a range of 6-12% on average over the medium to long term.



Investment profile comparable to a long term investment of 50% Fixed Income and 50% Equities.

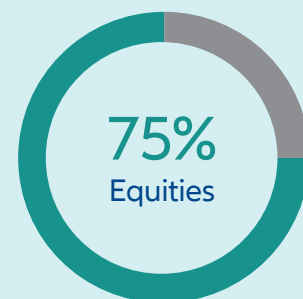
Equities  
0% - 100%



**Allianz Dynamic Multi Asset Strategy SRI 75: growth-oriented profile**

The fund's objective is to attain a return over the on a medium to long-term that is comparable to the return of a portfolio consisting of 75% global stocks and 25% global bonds, hedged to Euro.

The aim is not to fall below or exceed a volatility of the unit price within a range of 10-16% on average over the medium to long term.



Investment profile comparable to a long term investment of 25% Fixed Income and 15% Equities.

Equities  
0% - 125%

# Combining flexibility with dynamism

With market uncertainties and volatility comes the need for investment strategies to be reshaped and adapted to the new scenario, in which investment opportunities are not lacking. However, these are found in less traditional asset categories and are more difficult to select.

Rely on a team of professionals with experience and competence, who aim to take advantage of and manage critical market phases with peace of mind and confidence.

## Sustainable and responsible investing (SRI)<sup>1</sup>

This is designed to enable investors to invest responsibly and generate sustainable returns.

For our core portfolio we apply our SRI methodology to define the universe of investible securities and combine ESG<sup>2</sup> research and fundamental analysis to identify those securities that will deliver quality returns and have a positive impact on society in the long run.

Our 'Best-in-class' approach enables us to exclude companies with the worst practices in each sector based on our proprietary SRI-rating.

<sup>1</sup> SRI: Sustainable and Responsible Investing.

<sup>2</sup> Details of our exclusion criteria (including weapons, coal, tobacco) can be found here: <https://regulatory.allianzgi.com/ESG/SRI-exclusions>



## Why invest



Broad investment universe that helps with diversification



Using active security selection as an additional source of alpha in accordance with the Sustainable and Responsible Investment (SRI) strategy.



Dynamism and speed: active asset allocation of different asset classes (DMAP® process)



Experienced team with average industry experience of over 20 years



Using active risk and stability management, aiming to significantly mitigate volatility peaks and to prevent tail downside risks in times of market stress.



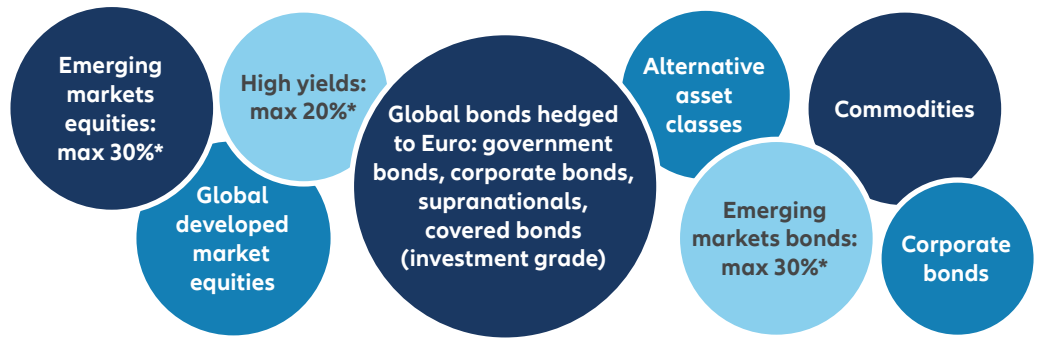
Successful long-term track record

# Quick overview

## Allianz Dynamic Multi Asset Strategy SRI

15 30 50 75

Asset class universe



Investment profile comparable to a long term investment	85% Fixed Income and 15% Equities	70% Fixed Income and 30% Equities	50% Fixed Income and 50% Equities	75% Fixed Income and 25% Equities
Active asset class allocation	Yes (DMAP: Market Cycle + Fundamental)			
Allocation ranges equities	0-35%	0-55%	0-100%	0-125%
Degree of investment	Up to 125%	Up to 125%	Up to 125%	Up to 125%
Active security selection	Yes	Yes	Yes	Yes
Mid to long term volatility range	3-7%	4-10%	6-12%	10-16%
Specific management characteristics/investment style equities/bonds	Allianz Best Styles Global strategy Allianz Advanced Fixed Income strategy			
Active risk and stability management	Yes	Yes	Yes	Yes
Remarks	Value at Risk steering, Duration management from -2 to +10 years possible			
SFDR category*	Article 8			

\*SFDR: EU Sustainable Finance Disclosure Regulation. Information accurate at time of publishing.

# Allianz Dynamic Multi Asset Strategy SRI Funds

## Opportunities and Risks

### Opportunities

### Risks

15

- Comparably high stability of bonds with good credit quality
- Focus on companies and institutions striving for sustainability
- Enhanced return potential through addition of stocks, emerging markets assets, and high-yield bonds
- Risk and stability management using volatility bandwidths and the value-at-risk method
- Currency gains against investor currency possible

- Limited yield potential of bonds with good credit quality
- Sustainability approach narrows the universe to eligible issuers
- Increased risk of price fluctuations through addition of stocks, emerging markets assets, and high-yield bonds
- Risk and volatility management do not exclude potential losses
- Currency losses against investor currency possible

30

- Above-average yield potential of stocks over the long term (applies to Allianz DMAS SRI 30, Allianz DMAS SRI 50 and Allianz DMAS SRI 75)
- Focus on companies and institutions striving for sustainability
- Enhanced return potential through addition of stocks, emerging markets assets, and high-yield bonds
- Comparably high stability of bonds with good credit quality
- Risk and stability management using volatility bandwidths and the value-at-risk method
- Currency gains against investor currency possible

- The volatility of fund unit prices may be increased (applies to Allianz DMAS SRI 30, Allianz DMAS SRI 50 and Allianz DMAS SRI 75)
- Sustainability approach narrows the universe to eligible issuers
- Increased risk of price fluctuations and losses with stocks, emerging markets assets, and high-yield bonds
- Limited yield potential of bonds with good credit quality
- Risk and volatility management do not exclude potential losses
- Currency losses against investor currency possible

50

- Above-average yield potential of stocks over the long term
- Focus on companies and institutions striving for sustainability
- Enhanced return potential through addition of emerging markets assets and high-yield bonds
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75

- Above-average yield potential of stocks over the long term
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# Investment process



Expected  
return



01

Predefined volatility  
for each risk profile

02

Strategic optimisation with  
other asset classes such as  
alternative sources of return

03

Active asset  
allocation

Continuous analysis  
of markets and active  
allocation based  
on quantitative and  
fundamental signals

Source: Allianz Global Investors; 2024. This is for illustration only. No indication of future results. A performance of the strategy is not guaranteed and losses remain possible.



04

Active risk  
and stability  
management:

05

Active security selection: Applying SRI  
criteria, selection contributions via active  
management of equities, bonds and  
opportunistic alternative investments



# Allianz DMAS

## SRI Funds: SFDR

### Article 8 Compliant\*

- It is the conviction of AllianzGI that SRI factors are important performance drivers which can only be realized fully through a truly active approach to asset management.
- Starting from 23 December 2019, the DMAS fund range integrated SRI into investment decisions and thus promote sustainable and responsible investment.
- SRI investment criteria has been applied in the active bottom-up selection of equities and bonds in the core portfolio, and where possible, for satellite investments.
- The aim is to provide value added to the investors while, at the same time, improving the risk profile.
- Portfolio construction is geared towards stocks and bonds with a superior ESG quality per sector "Best-in-class", however stocks and bonds with improving SRI ratings can be included. 'Worst-in-class' stocks are excluded.
- Since ESG factors are important performance drivers but can also improve the risk profile, we believe that the consideration of ESG factors is part of our fiduciary duty to our clients.

\*SFDR: EU Sustainable Finance Disclosure Regulation. Information accurate at time of publishing.

ESG = Environment, Social, Governance, SRI = Sustainable & Responsible Investing;

Investing involves risk. The value of an investment and the income from it may fall as well as rise and investors might not get back the full amount invested. Past performance is not a reliable indicator of future results.

The SRI best-in-class approach is part of our Sustainability-focused category. It applies our sustainable minimum exclusions and aims to build sustainable portfolios from a focused investment universe based on ESG criteria.

AllianzGI Sustainable and Responsible Investment Funds refrain from investing in securities issued by companies having a severe violation of international standards and/or international regulations. International standards and/or international regulations in this meaning include, but are not limited to, the Principles of the United Nations Global Compact Violators, the OECD Guidelines for Multinational Enterprises, and the UN Guiding Principles for Business and Human Rights.

## AllianzGI SRI exclusions

The below set of exclusions apply to all of our Sustainable and Responsible Investing funds <sup>1,2</sup>



### UN Global Compact violators

If a company that is already owned within a SRI strategy gets involved in a severe controversy regarding the UNGC principles, it triggers company engagement and if not successful, divestment.

### Weapons

Securities from companies involved in controversial weapons or from companies that derive more than 10% of their revenues from weapons, military equipment and services.

### Coal

Securities from companies that derive over 10% of their revenues from thermal coal extraction and from utility companies that generate more than 20% of their revenues from coal.

### Tobacco

Securities from companies involved in the production of tobacco, and companies involved in the distribution of tobacco in excess of 5% of their revenues.

\*Specific revenue thresholds apply, for further details visit <https://regulatory.allianzgi.com/en/esg>

1 An active engagement process is applied in case a company owned in our dedicated SRI-Funds should be involved in a severe controversy regarding the UNGC principles.

2 Specific revenue thresholds apply, for further details <https://lu.allianzgi.com/SRI-exclusions>

Source: Allianz Global Investors, 2023.

allianzgi.com

**Investing involves risk.** The value of an investment and the income from it may fall as well as rise and investors might not get back the full amount invested. Investing in fixed income instruments may expose investors to various risks, including but not limited to creditworthiness, interest rate, liquidity and restricted flexibility risks. Changes to the economic environment and market conditions may affect these risks, resulting in an adverse effect to the value of the investment. During periods of rising nominal interest rates, the values of fixed income instruments (including positions with respect to short-term fixed income instruments) are generally expected to decline. Conversely, during periods of declining interest rates, the values of these instruments are generally expected to rise. Liquidity risk may possibly delay or prevent account withdrawals or redemptions. Allianz Dynamic Multi Asset Strategy SRI 15 is a sub-fund of Allianz Global Investors Fund SICAV, an open-ended investment company with variable share capital organised under the laws of Luxembourg. Past performance does not predict future returns. If the currency in which the past performance is displayed differs from the currency of the country in which the investor resides, then the investor should be aware that due to the exchange rate fluctuations the performance shown may be higher or lower if converted into the investor's local currency. This is for information only and not to be construed as a solicitation or an invitation to make an offer, to conclude a contract, or to buy or sell any securities. The products or securities described herein may not be available for sale in all jurisdictions or to certain categories of investors. This is for distribution only as permitted by applicable law and in particular not available to residents and/or nationals of the USA. The investment opportunities described herein do not take into account the specific investment objectives, financial situation, knowledge, experience or specific needs of any particular person and are not guaranteed. The Management Company may decide to terminate the arrangements made for the marketing of its collective investment undertakings in accordance with applicable de-notification regulation. The views and opinions expressed herein, which are subject to change without notice, are those of the issuer companies at the time of publication. The data used is derived from various sources, and assumed to be correct and reliable at the time of publication. The conditions of any underlying offer or contract that may have been, or will be, made or concluded, shall prevail. The duplication, publication, or transmission of the contents, irrespective of the form, is not permitted; except for the case of explicit permission by Allianz Global Investors GmbH.

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#### **For investors in Switzerland**

For a free copy of the sales prospectus, incorporation documents, daily fund prices, Key Information Document, latest annual and semi-annual financial reports, contact the management company Allianz Global Investors GmbH in the fund's country of domicile, Luxembourg, the Swiss funds' representative and paying agent BNP Paribas Securities Services, Paris, Zurich branch, Selnaustrasse 16, CH-8002 Zürich or the editor either electronically or by mail at the given address or [regulatory.allianzgi.com](http://regulatory.allianzgi.com). Please read these documents, which are solely binding, carefully before investing. This is a marketing communication issued by Allianz Global Investors (Schweiz) AG, a 100% subsidiary of Allianz Global Investors GmbH. The Summary of Investor Rights is available in English, French, German, Italian and Spanish at <https://regulatory.allianzgi.com/en/investors-rights>.

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