

# NIKKO AM RMB BOND FUND

## August 2018 Factsheet

### Key Facts

<b>Total Fund Size:</b>	USD 22,589,865
<b>Minimum Investment:</b>	USD 1,00,000 (Class A) USD 1,000 (Class B)
<b>Legal Structure:</b>	Sub-fund of Luxembourg SICAV qualifying as a UCITS
<b>Investment Adviser:</b>	Nikko Asset Management Asia Limited
<b>Management Company:</b>	Nikko Asset Management Luxembourg S.A
<b>Portfolio Manager:</b>	Liang Choon Koh
<b>Depository:</b>	Brown Brothers Harriman (Luxembourg) S.C.A
<b>Management Fee:</b>	Class A: 0.50 % Class B: 0.80 %
<b>On-Going Charges (Includes Management Fee):</b>	Class A: 0.70 % Class B: 1.00 %
<b>Dealing:</b>	Daily

### Investment Objective

The Sub-Fund aims to provide stable capital appreciation over the medium to long term through exposure to Renminbi ("RMB") and listed and unlisted RMB denominated fixed income instruments. The term "RMB" used here refers to offshore RMB ("CNH") and not onshore RMB ("CNY").

The Sub-Fund invests primarily in RMB denominated certificates of deposits, fixed and floating bonds, convertible bonds, notes, bond and money market funds and such other fixed income instruments, issued outside of the People's Republic of China ("PRC") by governments, government entities, corporations and/or financial institutions (known collectively as "RMB Income Instruments").

### Performance Information

Past performance is not a guide to future returns. Fund returns are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of one year have been annualised. NAV returns are calculated to 4 decimal places. The fund is not benchmark constrained; reference benchmark data is provided for information purposes only. Benchmark is iBoxx ALBI China Offshore Index from 20 April 2016. Previously it was (now discontinued) HSBC Offshore RMB Bond Index from 1 October 2013 and prior to that it was the Bank of China Hong Kong (BOCHK) Offshore RMB Bond Index until 30 September 2013. Benchmark performance returns prior to 1 October 2013 include a combination of the HSBC/BOCHK.

### Net Performance Returns

		1Mth	3Mths	6Mths	1Yr	SI
<b>Class A</b>	<b>Fund</b>	0.26%	-5.32%	-6.33%	-0.26%	2.36%
<b>USD</b>	<b>Benchmark</b>	-0.45%	-4.73%	-4.62%	0.59%	1.98%
<b>Class B</b>	<b>Fund</b>	0.18%	-5.44%	-6.57%	-0.64%	1.83%
<b>USD</b>	<b>Benchmark</b>	-0.45%	-4.73%	-4.62%	0.59%	1.76%

### 12 Month Performance Periods

		From: 31 Aug 2017 To: 31 Aug 2018	31 Aug 2016 31 Aug 2017	31 Aug 2015 31 Aug 2016	31 Aug 2014 31 Aug 2015	31 Aug 2013 31 Aug 2014
<b>Class A USD</b>	<b>Fund</b>	-0.26%	6.04%	4.42%	-4.12%	5.23%
	<b>Benchmark</b>	0.59%	3.86%	4.01%	-3.73%	4.31%
<b>Class B USD</b>	<b>Fund</b>	-0.64%	5.86%	4.07%	-4.42%	-
	<b>Benchmark</b>	0.59%	3.86%	4.01%	-3.73%	-

## 5 Largest Holdings

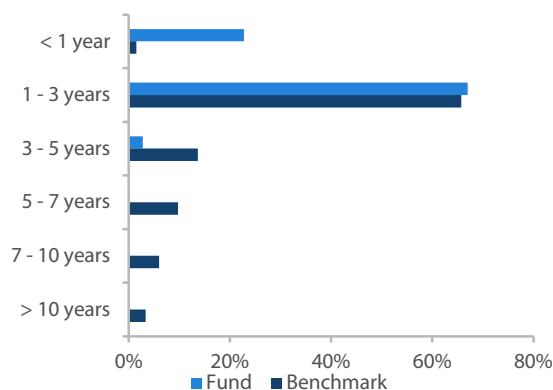
	Fund
<b>GRNLGR 7.125% 20/03/2021 (CNY)</b>	10.08%
<b>SHIMAO 5.75% 15/03/2021 (CNY)</b>	9.02%
<b>FRESHK 4.9% 31/12/2049 (CNY)</b>	8.78%
<b>FTHDGR 9.5% 04/05/2019 (CNY)</b>	8.61%
<b>SHUION 6.875% 02/03/2021 (CNY)</b>	4.78%
<b>Cash</b>	7.48%

## Fund Characteristics

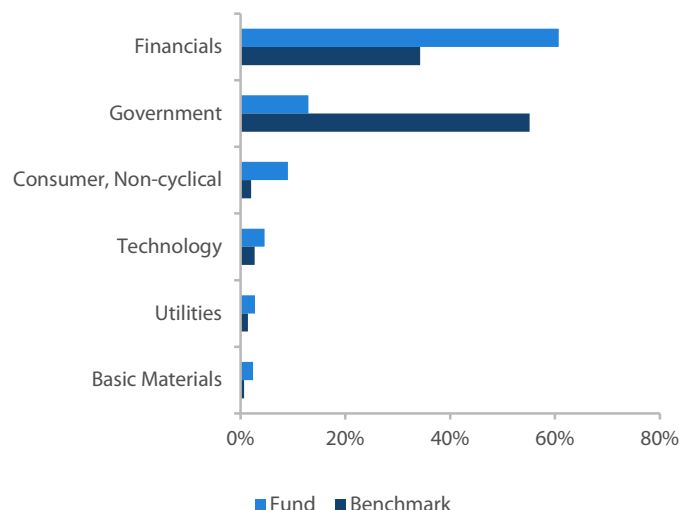
	Fund
Number of Bonds	20
Portfolio Yield (%) Market weighted	5.32%
Portfolio Yield (%) Duration weighted	5.46%
Portfolio Duration (Years)	1.71
Average Credit Rating*	BBB

\*Using lower of Moody's or S&P rating. If there is no Moody's or S&P rating an internal rating is used.

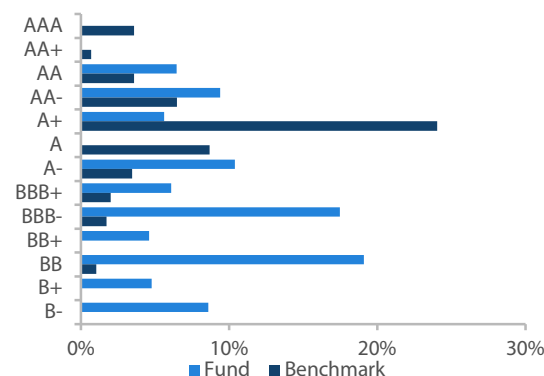
## Duration



## Sector Allocation



## Credit



## Fund Information

	Launch Date	Nav Per Share	ISIN Code	Bloomberg Ticker	Valoren Number
Class A USD	1 February 2013	USD 11.39	LU0722514824	NAGRBAU LX	19172420
Class B USD	2 September 2013	USD 10.95	LU0722515045	NAGRBBU LX	19172429

## Business Development / Further Information

### Lora-Ann Chiginsky

Phone: + 44 (0)20 3702 1008

Email: Lora-Ann.Chiginsky@nikkoam.com

### Ian Lewis

Phone: +44 (0) 203 702 1046

Email: Ian.Lewis@nikkoam.com

### Tim Lord

Phone: +44 (0) 203 702 1071

Email: Tim.Lord@nikkoam.com

### Michael Steiner

Phone: +44 (0) 20 3702 1033

Email: Michael.Steiner@nikkoam.com

## Nikko Asset Management Europe Ltd

1 London Wall, London, EC2Y 5AD

Phone: +44 (0)20 7796 9866

Fax: +44 (0)20 7796 9816

Email: EMEAenquiries@nikkoam.com

Information sources include Bloomberg, Brown Brothers Harriman (Luxembourg) S.C.A., SMBC Nikko Bank (Luxembourg) S.A., Nikko Asset Management Asia and Nikko Asset Management Co., Ltd. All information as of 31 August 2018

Authorised and regulated by the Financial Conduct Authority.

Number 122084

## Risk Information

**Credit risk** - is the possibility that a bond issuer will fail to pay interest and principal in a timely manner.

**Liquidity risk** - investments that could have a lower level of liquidity due to (extreme) market conditions or issuer-specific factors and or large redemptions of shareholders. Liquidity risk is the risk that a position in the portfolio cannot be sold, liquidated or closed at limited cost in an adequately short time frame as required to meet liabilities of the Sub-Fund.

**Operational risk** - due to issues such as natural disasters, technical problems and fraud.

**Currency risk** - this exists when the Sub-Fund invests in assets denominated in a different currency. A devaluation of the asset's currency relative to the currency of the Sub-Fund will lead to a reduction in the value of the Sub-Fund.

**Emerging markets risk** - the risk arising from political and institutional factors which make investments in emerging markets less liquid and subject to potential difficulties in dealing, settlement, accounting and custody.

**Investing in China risk** - the Sub-Fund intends to gain exposure to the financial securities of the People's Republic of China ("China") without directly investing in the PRC (excluding Hong Kong). Investments in China will be sensitive to any political, social, economic, legal and regulatory developments which may take place in or in relation to China, which may adversely impact on the securities markets in China as well as the performance of the Sub-Fund.

## Important Information

Nikko AM Global Umbrella Fund is an open-ended investment company established in Luxembourg (the "Fund"). This information has been issued by Nikko Asset Management Europe Ltd and is not aimed at or intended to be read by investors in any country in which the Fund is not authorised.

The Fund is registered in Finland, France, Germany, Italy, Luxembourg, Netherlands, Singapore (restricted registration) Spain, Sweden, Switzerland and the UK. Some sub-funds and/or share classes may not be available in all jurisdictions. This material is for information only and is not a recommendation to sell or purchase any investment.

Any investment in the Fund may only be made on the basis of the current Prospectus and the Key Investor Information Document (KIID), as well as the latest annual or interim reports. Please refer to the "Risk Factors" for all risks applicable in investing in this Fund. These documents are available from our website [en.nikkoam.com](http://en.nikkoam.com) or can be obtained free of charge from the Funds registered office in Luxembourg: 80, route d'Esch, L-1470 Luxembourg. Swiss representative, Swiss paying agent and place of jurisdiction in Switzerland: BNP Paribas Securities Services, succursale del Zurich, Foreign Fund Representation, Selnaustrasse 16, 8002 Zurich. Telephone: +41 582 126374, Fax: +41 582 126360.

Past performance is not a guide to future performance. Market and currency movements may cause the capital value of shares and income from them to fall as well as rise and you may get back less than you invested.