

abrdn SICAV II - Euro Corporate Bond Fund

This is a marketing communication. Please refer to the Prospectus of the UCITS/Information document and the Key Investor Information Document (KIID) or Key Information Document (KID) as applicable before making any final investment decisions.

J Inc EUR

30 September 2023

Objective

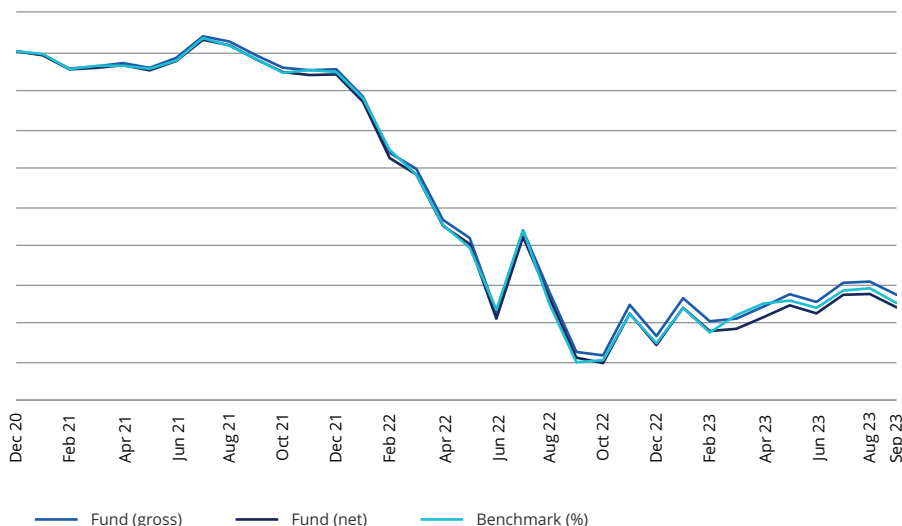
The Fund aims to achieve a combination of income and growth by investing in bonds (which are like loans that can pay a fixed or variable interest rate) issued by companies, governments or other bodies.

The Fund aims to outperform the iBoxx Euro Corporates Index (EUR) benchmark (before charges).

Portfolio securities

- The Fund invests at least 80% of its assets in Euro denominated investment grade bonds issued by corporations.
- The Fund may invest up to 20% in sub-investment grade bonds.
- The Fund may invest in a wide range of bonds (e.g. government, convertible, supranational, government-backed, index-linked, asset backed and mortgage backed) in order to take advantage of opportunities identified by our investment team.
- Non-Euro denominated assets will typically be hedged back to Euro.
- Investment in corporate bonds will follow the abrdn "Euro Corporate Bond Promoting ESG Investment Approach" (the "Investment Approach").
- This approach utilises abrdn's fixed income investment process, which enables portfolio managers to qualitatively assess how ESG factors are likely to impact on the company's ability to repay its debt, both now and in the future. To complement this research, the abrdn ESG House Score is used to quantitatively identify and exclude those companies exposed to the highest ESG risks. In addition, abrdn apply a set of company exclusions, which are related to the UN Global Compact, Controversial Weapons, Tobacco Manufacturing and Thermal Coal.
- Green bonds, Social bonds or Sustainable bonds issued by companies otherwise excluded by the environmental screens are permitted, where the proceeds of such issues can be confirmed as having a positive environmental impact.
- Further detail of this overall process is captured within the Investment Approach, which is published at www.abrdn.com under "Fund Centre".
- Financial derivative instruments, money-market instruments and cash may not adhere to this approach.

Performance



Cumulative and annualised performance

	1 month	6 months	Year to date	1 year	3 years (p.a.)	5 years (p.a.)	10 years (p.a.)
Fund (gross) (%)	-0.77	1.44	2.51	3.51	n/a	n/a	n/a
Fund (net) (%)	-0.79	1.30	2.30	3.10	n/a	n/a	n/a
Benchmark (%)	-0.87	0.72	2.44	3.65	n/a	n/a	n/a

Discrete annual returns - year to 30/9

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Fund (gross) (%)	3.51	-15.37	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Fund (net) (%)	3.10	-15.50	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Benchmark (%)	3.65	-15.74	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

Performance Data: Share Class J Inc EUR

Benchmark history: Benchmark – Markit iBoxx Euro Corporates Index (EUR)

Source: abrdn. Basis: Total Return, NAV to NAV, net of annual charges, gross income reinvested, (EUR).

Costs may increase or decrease as a result of currency and exchange rate fluctuations. This may impact what you might get back. "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 Benchmark / Benchmark / portfolio constraining benchmark. All return data includes investment management fees, operational charges and expenses, and assumes the reinvestment of all distributions. The returns provided do not reflect the initial sales charge and, if included, the performance shown would be lower. This Base Currency Exposure shareclass does not have a benchmark with the equivalent level of currency hedging to the shareclass. Please see the factsheet of the primary shareclass for the performance relative to benchmark.

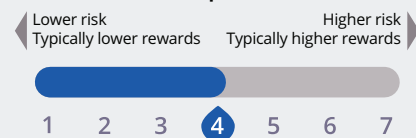
Performance chart data is based on past 5 years performance (rebased to 100). For illustrative purposes only. Past performance is not a guide to future returns and future returns are not guaranteed.



Key facts

Fund manager(s)	Craig MacDonald & Felix Freund
Fund launch date	25 September 2003
Share class launch date	18 December 2020
Management company	abrdn Investments Luxembourg S.A.
Fund size	EUR 2.0bn
Number of holdings	399
Benchmark	Markit iBoxx Euro Corporates Index (EUR)
Yield to maturity exc derivatives ¹	5.14%
Entry charge (up to) ²	5.00%
Annual management charge	0.23%
Ongoing charge figure ³	0.34%
Minimum initial investment	EUR 500,000,000
Fund type	SICAV
Valuation point	13:00 (LUX time)
Base currency	EUR
Share class currency	EUR
Income payable	01 March
Sedol	BYNNSJ8
ISIN	LU1369641516
Bloomberg	STECBJELX
Citicode	E7OZ
Domicile	Luxembourg

Risk and reward profile



This indicator reflects the volatility of the fund's share price over the last five years. See the relevant UCITS Key Investor Information Document (KIID) or PRIIP Key Information Document 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 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.
- The fund invests in high yielding bonds which carry a greater risk of default than those with lower yields.
- The fund invests in mortgage and asset-backed securities (which may include collateralised loan, debt or mortgage obligations (respectively CLOs, CDOs or CMOs)). These are subject to prepayment and extension risk and additional liquidity and default risk compared to other credit securities.

Management process

- The Fund is actively managed.
- Through the application of the Investment Approach, the Fund targets a lower carbon intensity than the benchmark.
- No minimum in Sustainable Investments.
- Engagement with external company management teams is used to evaluate the ownership structures, governance and management quality of those companies, in order to inform portfolio construction. As part of this, up to 5% of asset may be invested in companies in high carbon emitting sectors, which are seen as having ambitious and credible targets to decarbonise their operations, in order to support their transition to ultimately comply with the environmental screens.
- The benchmark is used as a reference point for portfolio construction and as a basis for setting risk constraints, but does not incorporate any sustainable criteria.
- In order to achieve its objective, the Fund will take positions whose weightings diverge from the benchmark or invest in securities which are not included in the benchmark. The investments of the Fund may deviate significantly from the components and their weightings in the benchmark. Due to the Fund's risk constraints, its performance profile is not ordinarily expected to deviate significantly from that of the benchmark over the longer term.

Top Ten Holdings

Wells Fargo 1.338% 2025	1.0
Total 1.75% Perp	1.0
Credit Suisse 3.25% 2026	0.9
Royal Bank of Scotland Group 1.75% 2026	0.8
ELM For Firmenich Intern 3.75% Perp	0.8
Autostrade Per Litalia 2% 2028	0.8
Morgan Stanley 0.406% 2027	0.8
Netflix 4.625% 2029	0.8
Credit Suisse Group 1.25% 2025	0.7
Iberdrola Intl 1.874% Perp	0.7
Assets in top ten holdings	8.3

Maturity (%)

0-5 years	62.0
5-10 years	31.5
10-15 years	4.0
15-20 years	2.1
20-25 years	0.1
25-30 years	0.3

Source : abrdn 30/09/2023
Figures may not always sum to 100 due to rounding.

Sector (%)

Financials	44.5
Utilities	13.3
Health Care	6.1
Consumer Discretionary	5.9
Real Estate	5.8
Telecommunication Services	4.8
Materials	4.0
Industrials	3.6
Other	10.7
Cash	1.2

Credit rating (%)

AAA	0.3
AA	3.9
A	36.7
BBB	54.0
BB	4.0
N/R	1.2

- (f) 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.
- (g) Applying ESG and sustainability criteria in the investment process may result in the exclusion of securities within the fund's benchmark or universe of potential investments. The interpretation of ESG and sustainability criteria is subjective meaning that the fund may invest in companies which similar funds do not (and thus perform differently) and which do not align with the personal views of any individual investor.

Risk stats

Alpha^	0.32
Benchmark Volatility (SD)^	6.02
Beta^	0.98
Fund Volatility (SD)^	5.96
Information Ratio^	0.56
R-Squared^	0.99
Sharpe Ratio^	-0.78
Tracking Error^	0.64
Effective duration (years)	4.43

Source : abrdn. ^ Three year annualised.

Derivative usage

- The Fund will routinely use derivatives to reduce risk or cost, or to generate additional capital or income at proportionate risk (Efficient Portfolio Management) or to meet its investment objective. Derivatives may be used to provide market exposures different to those that could be achieved through investment in assets in which the fund is primarily invested. Usage of derivatives is monitored to ensure that the fund is not exposed to excessive or unintended risks.

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A summary of investor rights can be found in English on our website - www.abrdn.com/corporate/legal. 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 available in the local language, and Prospectus available in English, which are available on our website www.abrdn.com/singapore/investor. The Prospectus also contains a glossary of key terms used in this document. The Fund Management company may terminate arrangements for marketing the fund under the Cross-border Distribution Directive denotification process.

This Fund concerns the acquisition of units or shares in a fund, and not in a given underlying asset such as a building or shares of a company.

¹Yield to Maturity as at 30/09/2023 is the yield that would be realised on a bond or other debt instrument if the security was held until the maturity date.

²These 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.

³The 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 0.23% 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. There are other applicable costs. The other operating charges figure (OOC) is the total expenses paid by each share class, against its average net asset value. This includes the annual management charge, the other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying qualifying investments. The OOC can fluctuate as underlying costs change. Where underlying costs have changed, the OOC disclosed in the Fund offering Documents will be updated to reflect current changes.

Important Information: This Fund is not authorised or recognised by the Monetary Authority of Singapore and units/shares in the Fund are not allowed to be offered to the retail public. This document and any other document or material issued in connection with the offer or sale is not a prospectus as defined in the Securities and Futures Act, Chapter 289 of Singapore ("Act") and, accordingly, statutory liability under the Act in relation to the content of the prospectus would not apply, and you should consider carefully whether the investment is suitable for you.

This document has not been registered as a prospectus with the MAS. Accordingly, this document and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of units/shares in the Fund may not be circulated or distributed, nor may units/shares in the Fund be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor under Section 304 of the Act, (ii) to a relevant person pursuant to Section 305(1), or any person pursuant to Section 305(2), and in accordance with the conditions specified in Section 305 of the Act, or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the Act. The information contained herein is provided for information purposes only and does not constitute an offer to sell or the solicitation of an offer to buy units/shares in the Fund. No representations or warranties are given as to the reliability, accuracy and completeness of the information. The information contained herein is subject to change without notice.

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