

Eastspring Investments – US High Yield Bond Fund



A Prudential plc company

Key information

Fund size (mil)	760.5
Fund base currency	USD
Fund dealing frequency	Daily
Net asset value (Class A)	USD 17.661
ISIN (Class A)	LU0149984543
Inception date (Class A)	26-Aug-05
Benchmark (BM)	ICE BofA US High Yield Constrained Index
SFDR Classification*	Article 8 fund

*Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services.

Key measures

Number of Securities	317
*3 year tracking error(%) (Class A)	2.1
*3 year sharpe ratio (Class A)	0.3
*3 year volatility(%) (Class A)	8.6

*Source: Morningstar

Investment objective

This Sub-Fund aims to maximise long-term return by investing in a diversified portfolio consisting primarily of high yield bonds and other fixed income/debt securities denominated in US dollars, issued in the US market (including "Yankee" and "Global" bonds) rated below BBB-. The Sub-Fund may invest up to 20% of its net assets in CMBS, MBS and ABS. Up to 20% of the assets of this Sub-Fund may be invested in investment grade securities (i.e. BBB- and above). This Sub-Fund may also invest up to 5% in aggregate of its net assets in Distressed Securities and Defaulted Securities. The Sub-Fund may invest no more than 25% of its net assets in debt instruments with loss absorption features out of which up to 5% of its net assets may be invested in CoCos with loss absorption features (such as Additional Tier 1 capital and Tier 2 capital instruments with mechanical triggers (i.e. debt instruments with write-down or conversion into equity features with pre-specified triggers)) and up to 20% of its net assets in non-preferred senior debt and other subordinated debts with loss absorption features. Yankee bonds mean debt of foreign issuers issued in the US domestic market. Global bonds mean debt issued simultaneously in the eurobond and US domestic bond markets.

Class A Performance

Returns (%)

	1 m	3 m	YTD	1 y	3 y (p.a.)	5 y (p.a.)	10 y (p.a.)	Since inception (p.a.)
Bid-bid	1.4	-0.5	3.6	-1.8	3.2	1.3	1.6	3.3
Offer-bid	-1.6	-3.5	0.5	-4.8	2.2	0.7	1.3	3.1
Benchmark	0.9	0.8	4.7	1.0	4.8	3.1	3.9	5.7

Calendar year returns (%)

Year	2022	2021	2020	2019	2018
Bid-bid	-12.6	4.6	2.7	15.1	-5.4
Offer-bid	-15.3	1.4	-0.4	11.6	-8.3
Benchmark	-11.2	5.3	6.1	14.4	-2.3

(p.a.): per annum. Source: Eastspring Investments (Singapore) Limited. Returns are based in share class currency and computed on bid-bid basis with net income reinvested, if any. Offer-bid is inclusive of sales charge which is subject to changes. Since inception returns for periods less than a year are not annualised. Past performance information presented is not indicative of future performance. Please refer to page2 Footnote #[1] for further details.

Top 10 holdings (%)

1.	BNYMELLON USD LIQUIDITY FUND	7.0
2.	CARNIVAL CORP 5.75% 01/03/2027	1.2
3.	CQP HOLDCO LP/BIP-V CHIN 5.5% 15/06/2031	1.0
4.	BUILDERS FIRSTSOURCE INC 4.25% 01/02/2032	1.0
5.	ASCENT RESOURCES/ARU FIN 7% 01/11/2026	0.9
6.	DAVITA INC 3.75% 15/02/2031	0.9
7.	FIRST QUANTUM MINERALS L 6.875% 15/10/2027	0.9
8.	FORTRESS TRANS & INFRAST 6.5% 01/10/2025	0.8
9.	OWENS & MINOR INC 6.625% 01/04/2030	0.8
10.	NEPTUNE BIDCO US INC 9.29% 15/04/2029	0.8

Sector allocation (%)

Industrials	81.7
Financials	10.3
Utilities	2.2
Quasi & foreign government	0.3
Others	6.9
Cash and cash equivalents	-1.4

Ratings allocation (%)

A	0.3
BBB	5.8
BB	45.6
B	34.4
CCC	8.1
Non-Rated	7.2
Cash and cash equivalents	-1.4

Credit ratings by S&P/
Moody's/Fitch.

Maturity allocation (%)

0 - 1 year	0.8
1 - 3 years	12.0
3 - 5 years	27.5
5 - 10 years	48.5
10+ years	5.4
Others	7.2
Cash and cash equivalents	-1.4

Due to rounding, the allocation table may not add up to 100%. The weights % for "Cash and cash equivalents" shown in the allocation tables could include fair value pricing adjustments made to the fund.

Fair Value Pricing Adjustments may be made to Fund's NAV per Share when the Board of Directors of the Management Company is of the opinion that the last available price does not truly reflect the fair market value of the Fund due to events that may be occurred between the determination of last available price and the determination of the Fund's NAV per Share at the valuation point.

Share class details

Share class	Currency	ISIN	Subscription method	Annual management fee% (Current)	Distribution frequency	Ex-date	Dividend per share	Annual dividend yield %
A	USD	LU0149984543	Cash	1.250	N.A.	N.A.	N.A.	N.A.
A _{ADM} (hedged)	AUD	LU0795476117	Cash	1.250	Monthly	02-May-23	0.0343201	7.00

Distributions are not guaranteed. Distributions may be paid out of distributable income, capital or both. Important Notes: (i) Payment of distributions out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment; and (ii) Any distributions involving payment out of the Fund's capital will result in an immediate reduction of the net asset value per share. Funds with Monthly and Quarterly Distribution Frequency: Annualised Dividend yield = (Dividend per share / Reference NAV at start of distribution period) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. Funds with Yearly Distribution Frequency: Annualised Dividend Yield = (Dividend amount / Total Net Assets) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. "N.A." means that this share class does not distribute dividends.

Footnote #[1]: The benchmark for the hedged share classes, if any, is also calculated on a hedged basis. From inception to 30-Jun-11, the benchmark was The BofA Merrill Lynch US High Yield 70% BB Rated and 30% B Rated custom Index. Calendar year returns are based on the share class performance for the year, and if the share class was inceptioned during a particular year, the returns shown relate to the performance of the share class since its inception to the end of that calendar year. Wef July 2018, the monthly fund and benchmark returns calculated are aligned to the last NAV date of the fund for the month.

IMPORTANT INFORMATION

Investment manager
Eastspring Investments (Singapore) Limited

Investment Sub-manager
PPM America, Inc.

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Eastspring Investments - US High Yield Bond Fund qualifies as Article 8 fund within the meaning of Sustainable Finance Disclosure Regulation ("SFDR" EU 2019/2088), promoting Environmental (E) and Social (S) characteristics without engaging into sustainable investing. Further SFDR disclosures, including information on the promotion of environmental and social characteristics by the fund are available under the SICAV Prospectus as well as under <https://www.eastspring.com/lu/funds/fund-downloads>.

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