



Allianz Multi Asset Long / Short

Active is: Re-defining diversification

For fund distributors
and professional
investors only

Allianz Multi Asset Long / Short – a liquid alternative to traditional multi-asset strategies

In today's era of low interest rates, low bond yields and stretched equity valuations, Allianz Multi Asset Long / Short may offer a solution to one of the fundamental problems faced by investors: how to enhance returns while mitigating risk.

Allianz Multi Asset Long / Short is a managed futures (or trend-following) strategy that can take both long and short positions across a broad opportunity set – equities, fixed income, commodities and currencies. With the ability to move both long and short, the strategy seeks to take advantage of positive and negative market trends, delivering attractive returns (cash +7%, and a volatility of around 10%) with low correlation to equities and bonds over the long term.

We believe that asset classes move in trends which differ in direction, strength and length, and that our disciplined approach to asset allocation can be successful in producing an alternative source of returns. The strategy is managed by our large and experienced multi asset team made up of 95 investment professionals averaging over 17 years of investment experience, 23 of whom have PhDs. The investment process combines systematic analysis to analyse medium-term market trends with fundamental inputs to assess economic cycles and valuations. With this combination, we aim to better identify turning points in markets, while seeing through short-term volatility when markets are trendless.

3 reasons to invest:

1

True diversification

The correlation of managed futures with equities and bonds has been low (or even negative), and so they act as an excellent diversifier in your portfolio. This low correlation can be used to achieve significantly lower overall portfolio volatility.

2

Crisis alpha

Managed futures also have strong performance potential during times of market stress – an attribute popularised as “crisis alpha”.

3

Risk-balanced approach

The strategy also adopts a risk-balanced approach which allows the multiple asset classes of our broad investment universe to contribute similarly to the overall portfolio risk and return over time, delivering improved efficiency and enhanced diversification.

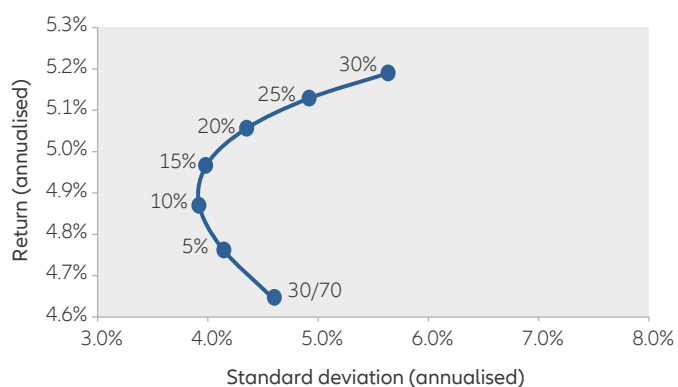
Value. Shared.

Allianz 
Global Investors

Did you know...?

- Managed futures' low correlation with equities and bonds can be used to achieve lower portfolio risk.
- A recent study¹ by two in-house academics at Allianz Global investors demonstrated how, by substituting part of a traditional portfolio of equities and bonds with managed futures, it was possible to enhance returns and – at the same time – significantly reduce overall portfolio volatility.

Impact of substituting a percentage from the equity allocation of a 30/70 equity/bond portfolio² with managed futures (Jan. 2000 – Dec. 2017)



Opportunities

- + Prospect for attractive risk-adjusted return throughout the market cycle
- + Flexible use of different high-opportunity asset classes
- + Potential exploitation of rising and falling asset prices through combination of long and short positions

Key information

Share class	A (H2-EUR) - EUR
ISIN	LU1481687843
German security no.	A2ARL6
Registered for sale in	FR, DE, CH, IE, GB, AT, LU, NL
Fund currency	EUR
Distribution	distributing
Min. investment (prospectus)	-
Launch date	15/11/2016
Fund assets	427.40m EUR
Front-end load (%)	5.00
All-in fee in % p.a.	1.75
TER (%)	1.79

Risks

- Positive return or capital preservation not guaranteed. The fund unit price may be subject to strongly increased volatility.
- Above-average fluctuations and risk of loss particularly in high-opportunity asset-classes
- Above-average risk of loss in alternative investment strategies employing derivatives and long/short strategies

1 Dynamic Diversification with Managed Futures, Michael Rothstein and Thomas J. Zimmerer PhD, Allianz Global Investors, 2018.

2 30/70 Portfolio represented by 30% MSCI World Index NR in EUR, and 70% JPM EMU TR Index in EUR. Managed Futures are represented by the SG Trend Index, hedged in EUR. The SG Trend Index is designed to track the 10 largest (by AUM) trend following CTAs and be representative of the trend followers in the managed futures space. The Index is equal weighted and calculates the daily rate of return for a pool of CTAs selected from the larger managers that are open to new investment. Charts are provided for illustrative purposes and are not indicative of the past or future performance of any Allianz Global Investors product. Past performance is not a reliable indicator of future results.

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 short positions with respect to 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 Multi Asset Long / Short 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. The value of the units/shares which belong to the Unit/Share Classes of the Sub-Fund that are not denominated in the base currency may be subject to an increased volatility. The volatility of other Unit/Share Classes may be different and possibly higher. Past performance is not a reliable indicator of future results. 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 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, but it has not been independently verified; its accuracy or completeness is not guaranteed and no liability is assumed for any direct or consequential losses arising from its use, unless caused by gross negligence or wilful misconduct. The conditions of any underlying offer or contract that may have been, or will be, made or concluded, shall prevail. This communication has not been prepared in accordance with legal requirements designed to ensure the impartiality of investment (strategy) recommendations and is not subject to any prohibition on dealing before publication of such recommendations. 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. 18-1817