Eastspring Investments – US Investment Grade Bond Fund

eastspring investments
A Prudential plc company

Key information

Morningstar Overall Rating•▲	★★★
Fund size (mil)	424.1
Fund base currency	USD
Fund dealing frequency	Daily
Net asset value (Class A)	USD 19.056
ISIN (Class A)	LU0149983909
Inception date (Class A)	01-Mar-05
Benchmark (BM)	
ICE BofA U.S. Corporates BBB3-A3 Rated Index	
SFDR Classification◆	Article 8 fund

▲ Rating should not be taken as a recommendation.

• ©2024 Morningstar. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.
Morningstar Category: USD Corporate Bond

◆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	439
*3 year tracking error(%) (Class A)	0.9
*3 year sharpe ratio (Class A)	-0.6
*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 quality bonds and other fixed income / debt securities denominated in US dollars, issued in the US market (including "Yankee" and "Global" bonds) rated BBB- and above. The Sub-Fund may invest up to 15% of its net assets in CMBS, MBS and ABS. The Sub-Fund may invest no more than 40% 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 40% of its net assets in external LAC debt instruments, TLAC debt instruments, non-preferred senior debt and other subordinated debts with loss absorption features. Investors are strongly advised to refer to the SICAV Prospectus for further details on the investment objectives.

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	-1.5	2.8	-1.3	6.5	-2.9	1.4	1.8	3.4
Offer-bid	-4.5	-0.3	-4.2	3.3	-3.9	0.8	1.5	3.2
Benchmark	-1.4	2.9	-1.2	6.7	-2.3	2.2	2.7	4.3

Calendar year returns (%)

Year	2023	2022	2021	2020	2019
Bid-bid	8.9	-16.0	-1.9	9.2	14.0
Offer-bid	5.6	-18.5	-4.8	6.0	10.6
Benchmark	9.0	-15.4	-0.8	9.8	15.3

(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. The benchmark for the hedged share classes, if any, is also calculated on a hedged basis. Calendar year returns are based on the share class performance for the year, and if the share class was incepted 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. Past performance information presented is not indicative of future performance.

Top 10 holdings (%)

1.	ABBVIE INC 3.2% 21/11/2029	1.1
2.	MORGAN STANLEY 5.164% 20/04/2029	1.0
3.	JBS USA LUX SA/FOOD/LUX 6.75% 15/03/2034	0.9
4.	CITIBANK NA 5.488% 04/12/2026	0.7
5.	JPMORGAN CHASE & CO 5.336% 23/01/2035	0.7
6.	REPUBLIC SERVICES INC 4.875% 01/04/2029	0.7
7.	STARBUCKS CORP 4.85% 08/02/2027	0.7
8.	UBS GROUP AG 6.246% 22/09/2029	0.7
9.	WASTE CONNECTIONS INC 5% 01/03/2034	0.7
10.	AT&T INC 5.4% 15/02/2034	0.7

Sector allocation (%)

Industrials	56.6
Financials	31.5
Utilities	9.4
Government	0.8
Others	0.4
Cash and cash equivalents	1.3

Ratings allocation (%)

AAA	0.1
AA	3.1
A	38.6
BBB	56.2
BB	0.5
Non-Rated	0.2
Cash and cash equivalents	1.3

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

Maturity allocation (%)

0 - 1 year	1.4
1 - 3 years	13.0
3 - 5 years	14.8
5 - 10 years	34.9
10+ years	34.2
Others	0.4
Cash and cash equivalents	1.3

Due to rounding, the allocation table may not add up to 100%. The information provided herein are subject to change at the discretion of the Investment Manager without prior notice.

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	LU0149983909	Cash	0.750	N.A.	N.A.	N.A.	N.A.
A_{ADM} (hedged)	AUD	LU0795476380	Cash	0.750	Monthly	01-Mar-24	0.0165882	2.50
A_S	SGD	LU0228368030	Cash, SRS	0.750	N.A.	N.A.	N.A.	N.A.

Distribution payouts can be made out of (a) income; or (b) net capital gains; or (c) capital of the Fund or a combination of any of (a) and/or (b) and/or (c). For further details on historical distributions and their compositions for the last 12 rolling months, please refer to our website. Please refer to the full distributions disclosure at the end. 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.

Important information

Investment manager
Eastspring Investments (Singapore) Limited

Investment Sub-manager
PPM America, Inc.

Disclaimer

This document is issued by Eastspring Investments (Singapore) Limited (UEN: 199407631H). Eastspring Investments (Singapore) Limited is the appointed Singapore Representative and agent for service of process in Singapore. This advertisement has not been reviewed by the Monetary Authority of Singapore.

The Fund is a sub-fund of Eastspring Investments, an open-ended investment company with variable capital (Société d'Investissement à Capital Variable or SICAV) registered in the Grand Duchy of Luxembourg, which qualifies as an Undertakings for Collective Investment in Transferable Securities ("UCITS") under relevant EU legislation. The Management Company of the SICAV is Eastspring Investments (Luxembourg) S.A., Grand-Duchy of Luxembourg.

All transactions into the Fund should be based on the Singapore Prospectus and Product Highlights Sheet ("PHS"). Such documents, together with the articles of incorporation of the SICAV and the most recent financial reports, may be obtained free of charge from Eastspring Investments (Luxembourg) S.A., or at relevant Eastspring Investments business units/website and their distribution partners.

This document is solely for information and does not have any regard to the specific investment objectives, financial or tax situation and the particular needs of any specific person who may receive this document. This document is not intended as an offer, a solicitation of offer or a recommendation, to deal in shares of securities or any financial instruments.

Please refer to the offering documents for details on fees and charges, dealing and redemption, product features, risk factors and seek professional advice before making any investment decision. An investment in the Fund is subject to investment risks, including the possible loss of the principal amount invested. The value of shares in the Fund and the income accruing to the shares, if any, may fall or rise. Where an investment is denominated in a currency other than the base currency of the Fund, exchange rates may have an adverse effect on the value, price or income of that investment. Investors should not make any investment decision solely based on this document. Investors may wish to seek advice from a financial adviser before purchasing shares of the Fund. In the event that an investor may choose not to seek advice from a financial adviser, the latter should consider carefully whether the Fund in question is suitable for him.

Past performance and the predictions, projections, or forecasts on the economy, securities markets or the economic trends of the markets are not necessarily indicative of the future or likely performance of Eastspring Investments or any of the funds managed by Eastspring Investments. There are limitations to the use of indices as proxies for the past performance in the respective asset classes/ sector.

The Fund may use derivative instruments for efficient portfolio management and/or hedging purposes.

For Funds intending to pay distributions: Distributions are not guaranteed and may fluctuate. 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. Any payment of distributions by the Fund will result in an immediate reduction in the net asset value per unit/ share. Positive distribution yield does not imply a positive return and should not be confused with the Fund's performance. Past distributions are not necessarily indicative of future trends, which may be lower. Distribution payouts and its frequency are determined by the Manager/ Board of Directors. Distribution of dividends is at the discretion of the Manager/ Board of Directors taking into consideration market conditions and underlying securities.

Eastspring Singapore is an ultimately wholly-owned subsidiary of Prudential plc of the United Kingdom. Eastspring Singapore and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America or with the Prudential Assurance Company Limited, a subsidiary of M&G plc, a company incorporated in the United Kingdom.

In case of discrepancy between the English and Chinese versions, the English version shall prevail.

Eastspring Investments - US Investment Grade 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.

Source: ICE Data Indices, LLC ("ICE DATA"), is used with permission. ICE Data, its affiliates and their respective third party suppliers disclaim any and all warranties and representations, express and/or implied, including any warranties of merchantability or fitness for a particular purpose or use, including the indices, index data and any data included in, related to, or derived therefrom. Neither ICE Data, its affiliates nor their respective third party suppliers shall be subject to any damages or liability with respect to the adequacy, accuracy, timeliness or completeness of the indices or the index data or any component thereof, and the indices and index data and all components thereof are provided on an "as is" basis and your use is at your own risk. ICE Data, its affiliates and their respective third party suppliers do not sponsor, endorse, or recommend Eastspring Investments (Singapore) Limited, or any of its products or services.

Eastspring Investments (Singapore) Limited (UEN: 199407631H)
7 Straits View
#09-01 Marina One East Tower
Singapore 018936

Tel: (65) 6349 9711 | Fax: (65) 6509 5382
facebook.com/eastspring.investments
linkedin.com/company/128876/
eastspring.com/sg