

# UK Equities: New Era or False Dawn?

AllianzGI UK Equity Franchise  
JIC 2023

25 April 2023

Richard Knight, Portfolio Manager  
Thomas Morris, Product Specialist

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**This is a marketing communication.** Where applicable, please refer to the prospectuses of the Funds and to the KIIDs before making any final investment decisions. **For fund distributors and professional investors only.**

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Value. Shared.



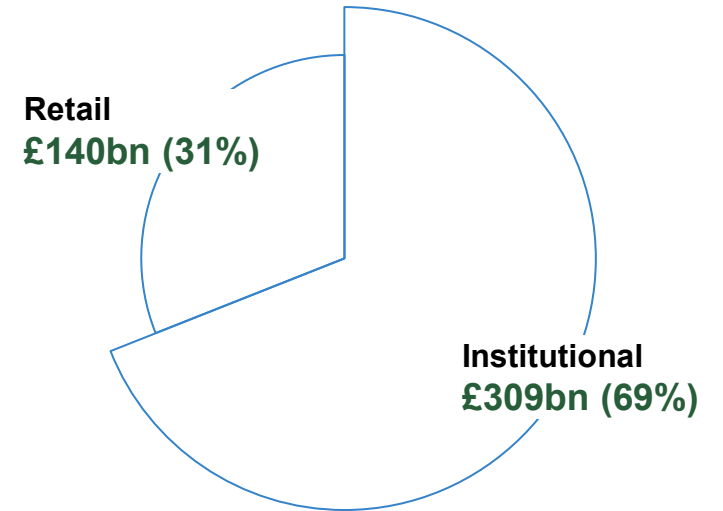
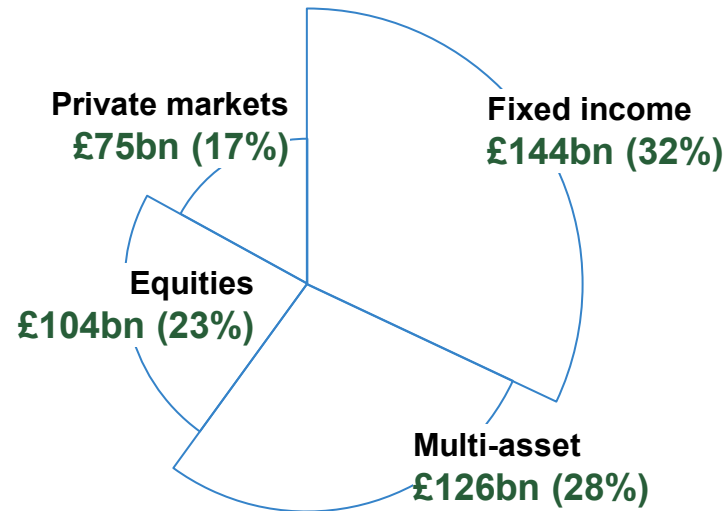
# Broad and well-diversified active investment universe

**Total in GBP: £449 billion assets under management**

**By asset class**

**By retail/institutional business**

ESG factors are important investment performance drivers



**How we create value for our clients**

- Offering comprehensive investment expertise and insights
- Upholding a culture of risk management
- Focusing on active management

Data as at 31 December 2022. Total assets under management are assets or securities portfolios, valued at current market value, for which Allianz Asset Management companies are responsible vis-à-vis clients for providing discretionary investment management decisions and portfolio management, either directly or via a sub-advisor. This excludes assets for which Allianz Asset Management companies are primarily responsible for administrative services only. Assets under management are managed on behalf of third parties as well as on behalf of the Allianz Group. Source: Allianz Global Investors. Any differences in totals are due to rounding. Environmental, social and governance (ESG). Diversification does not guarantee a profit or protect against losses.

# UK equities team & resources

## European Value and Income Team

 Aliaksandr Bialiayev Europe Value	 Gregor Rudolph-Dengel Europe Value	 Julian Bishop Global and UK Income and Growth	 James Davis* UK Equities	 Richard Knight UK Value UK Income	 Simon Gergel UK Income UK Value	 Thomas Morris UK Equities Product Specialist	 Joerg De Vries-Hippen Global and Europe Dividend Swiss Equity	 Dirk Becker Global Financials	 Grant Cheng Global and Europe Dividend
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Team Head and CIO UK Equity

CIO Equity Europe

## European Equity PMs in London

 Stephen Snaith Convictions/SRI	 Guy Kelly Europe Small & Mid Cap	 Andrew Neville Global and Europe Small & Mid Cap	 Marcus Morris-Eyton Global and European Growth
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Global Investment Professionals

Sustainability Research

Grassroots Research®

Credit / Macro Research

Company Access

Fund	Fund Manager	AUM as of March 31, 2023	Peer Group Ranking to March 31, 2023	Quartile 1 year	Quartile 3 years	Quartile 5 years
The Merchants Trust	Simon Gergel	£904mn	AIC UK Equity Income	1st	1st	1st
Allianz UK Listed Equity Income	Simon Gergel (Co-PM) Richard Knight (Co-PM)	£330mn	IA UK Equity Income	2nd	1st	1st
Allianz UK Listed Opportunities	Richard Knight (Lead PM) Simon Gergel (Deputy PM)	£225mn	IA UK All Companies	2nd	1st	1st

Source: Allianz Global Investors, March 31, 2023. \*James Davis is on a fixed-term contract. Past performance does not predict future returns. A ranking, a rating or an award provides no indicator of future performance and is not constant over time. The Grassroots Research® division of Allianz Global Investors commissions investigative market research for asset-management professionals. Research data used to generate Grassroots Research® reports are received from independent, third-party contractors who supply research that, as far as permissible by applicable laws and regulations, may be paid for by commissions generated by trades executed on behalf of clients.

# Agenda

**01**

**Our Approach**

**02**

**Why UK Value now?**

**03**

**Portfolio Positioning**

**A**

**Appendix**

# 01

## Our Approach



## A simple investment philosophy

### **Value**

Buying materially undervalued companies

### **Conviction**

Contrarian, opportunistic and concentrated

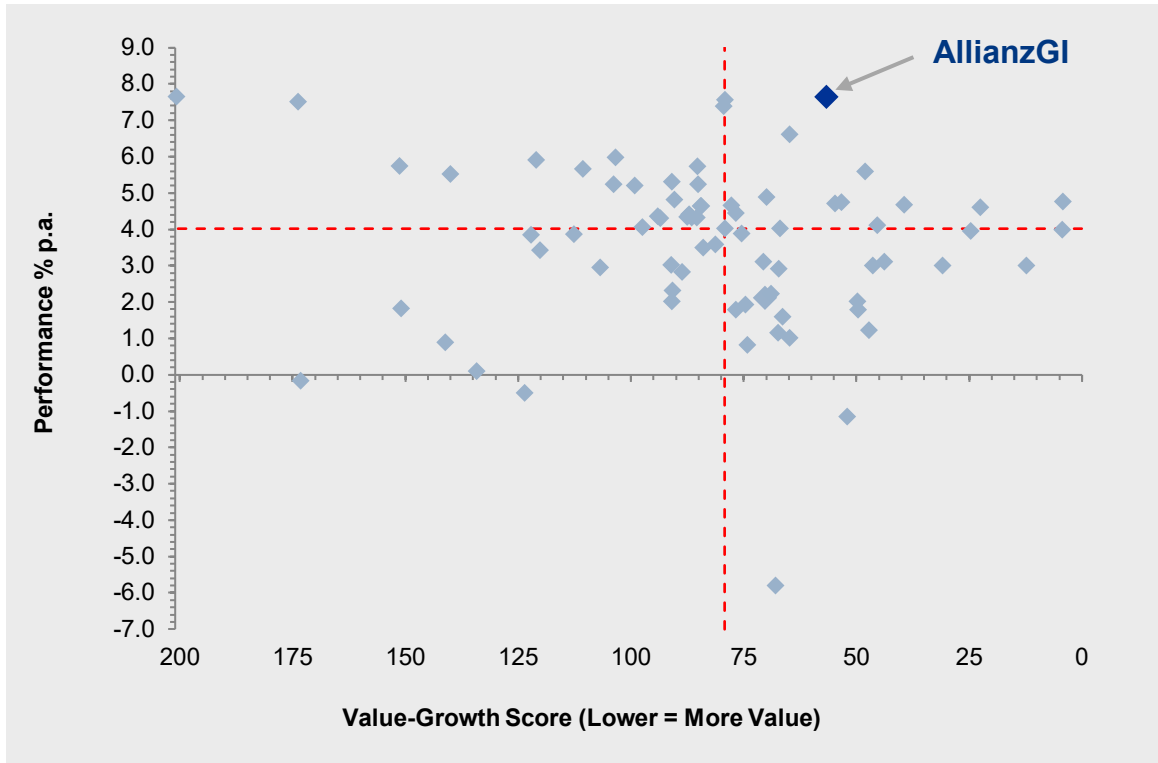
### **Risk**

Mitigating downside potential at a stock and portfolio level

# Competitive landscape

## Performance & value vs peer group

**Allianz UK Listed Equity Income vs. IA UK Equity Income sector**  
5 years to 31 March 2023



**Allianz UK Listed Opportunities vs. IA UK All Companies sector**  
5 years to 31 March 2023



Top decile performance against peers despite challenging headwinds for Value style

Source: Morningstar in GBP, net of fees, as of 31 March 2023 for Allianz UK Listed Equity Income Fund – C (Inc) - GBP, IA UK Equity Income sector and Allianz UK Listed Opportunities Fund - C (Acc) – GBP, IA UK All Companies sector. Past performance does not predict future returns. A ranking, a rating or an award provides no indicator of future performance and is not constant over time. Dotted lines show the median of the Morningstar peer group of around 80 peers. The value/growth score is a Morningstar composite of factors applying to the underlying portfolio that assigns a style weighting. It is a point estimate at the date indicated. Performance is per annum over the relevant time period.

# 02

## Why UK Value Now?

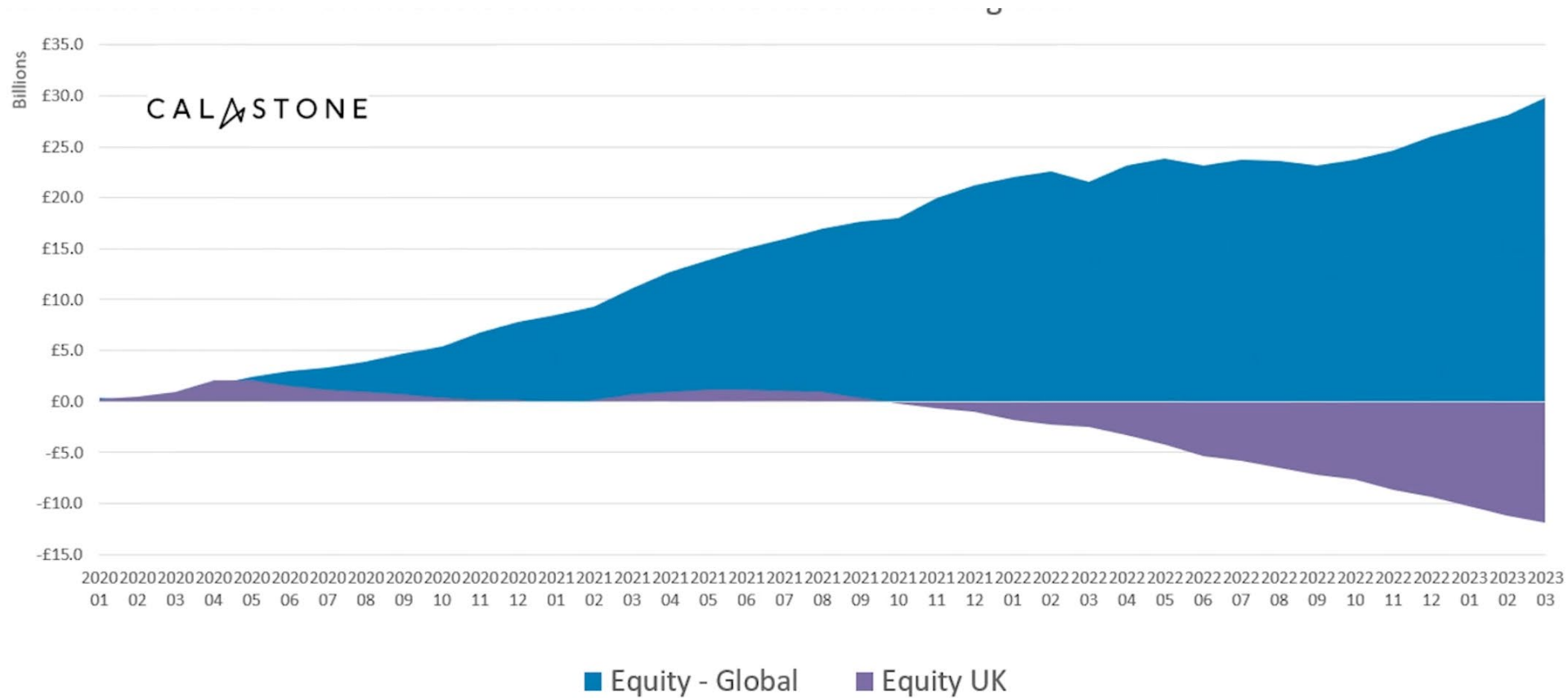




# The case for UK equities

## Fund flows have been steadily negative

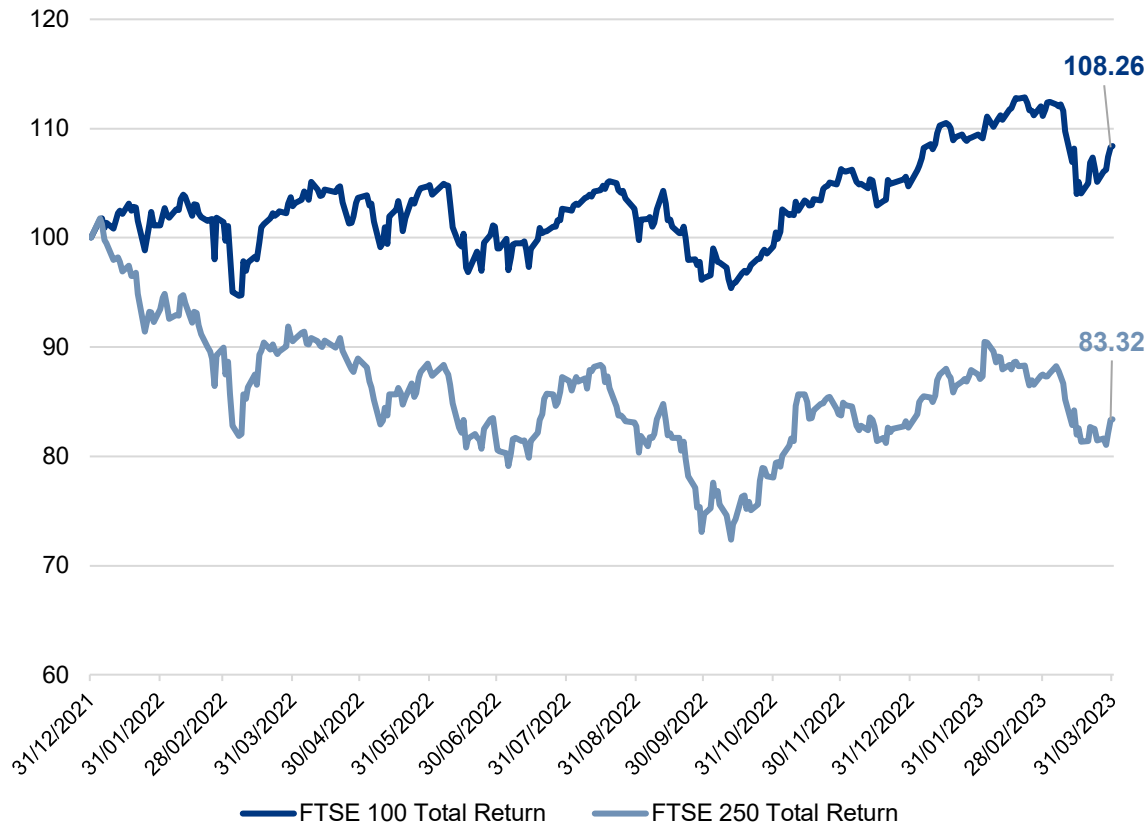
**Cumulative net flow – UK investors switching from UK-focused funds to Global**



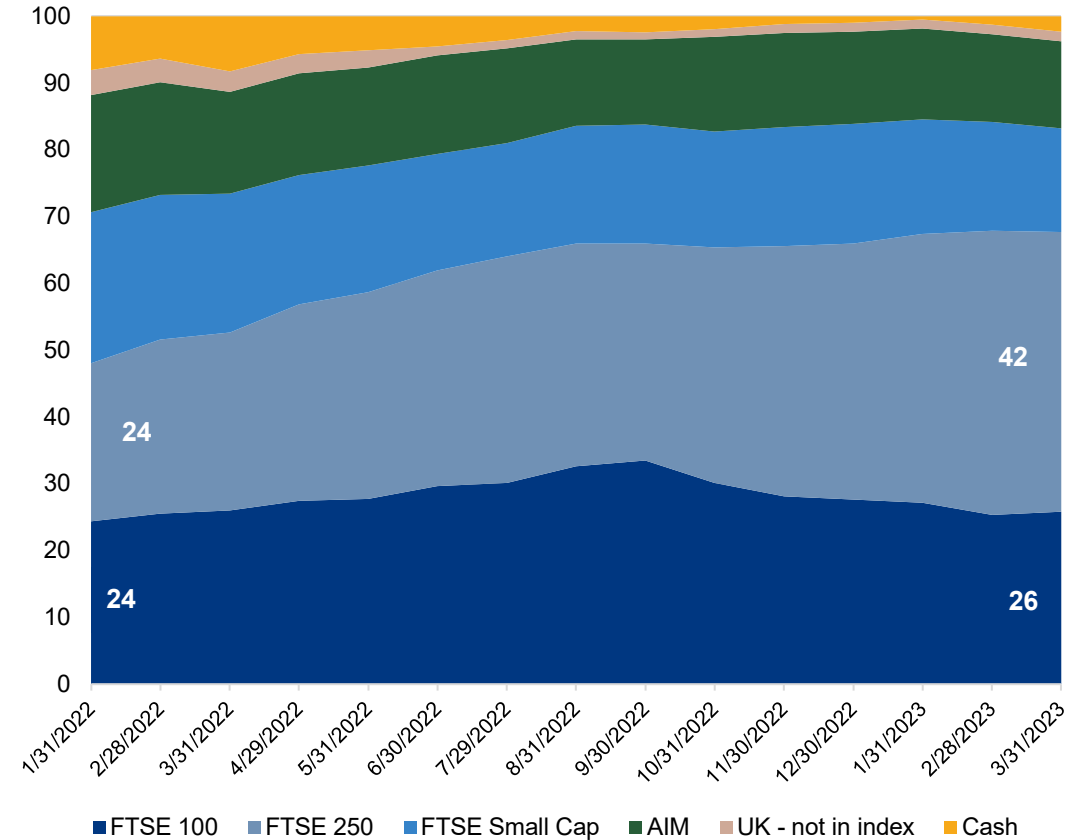
# The case for UK equities

## Opportunities in the FTSE 250

FTSE 100 vs FTSE 250 (rebased to 100)



UK Opportunities market cap exposure (%)



# The case for UK equities

## Current valuations are attractive

UK vs MSCI World average valuation premium



**Even after a recent correction, the UK is at a 50-year discount to the rest of the World**

UK Value vs Growth average valuation premium



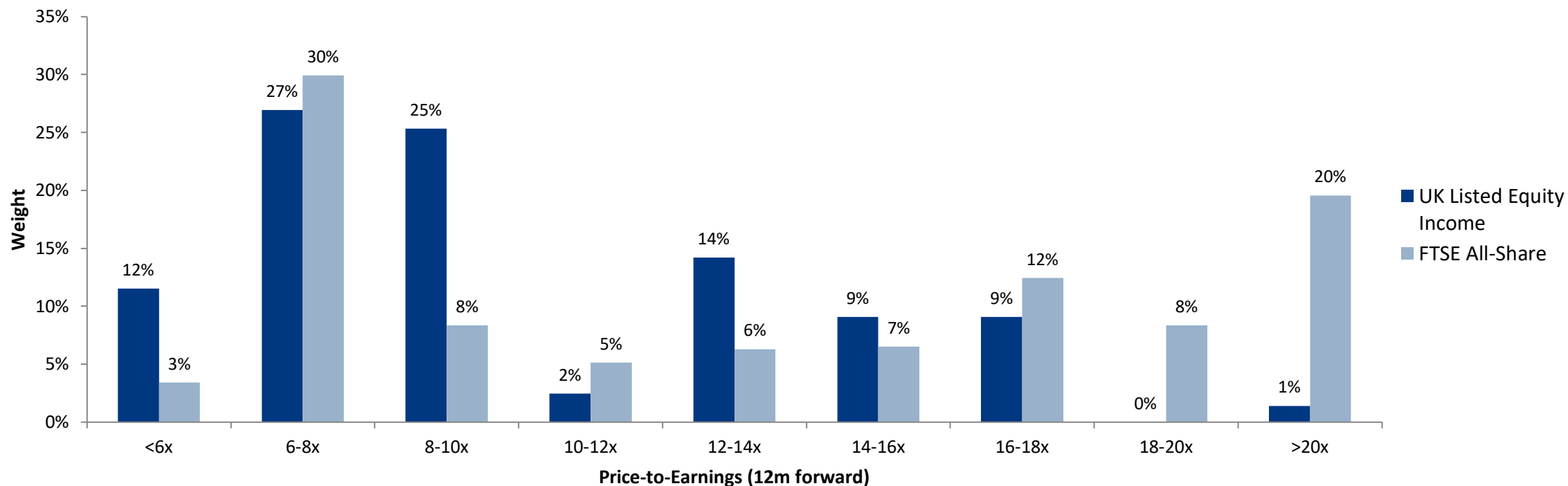
**UK Value at c.20pp excess discount to growth, even after recent rallies**

# 03

## Portfolio Positioning



## Portfolio valuation vs the market Allianz UK Listed Equity Income



**High active share** and value bias in a polarised market

**Fund is cheaper than the market on average** – P/E of 8.6x vs benchmark at 10.4x

**Low exposure to highly priced segments of the market** – c.20% of the market at >20x P/E vs 1% of fund)

Source, Allianz Global Investors, Bloomberg for 12 month forward price to earnings (as of 31 March 2023) P/E is calculated from bottom-up member earnings and may not match top-down market estimates. Benchmark excludes all holdings with negative or nil P/E data (c.9% of the index). The fund uses the specified benchmark as a target. This means that the index shown is part of a target set for the fund's performance to match or exceed. Past performance does not predict future returns. This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy.

# Positioning

## Shorter-term opportunities

### Energy: Improving fundamentals, low valuations



Majors

E&P

Services

### Construction & housing: Priced for disaster



Home building

Home renovation

Engineering / infrastructure

### Defensives: Undervalued quality and stability



Staples

Defense

Energy / Utilities

### Reopening beneficiaries: Not as cyclical as priced



Leisure

Travel

Healthcare

### Mining: Cash flow inflection, low valuations



Gold

Copper

Services

### Spread based financials: Mispriced risk profile



High street banking

Specialist BTL

Specialist asset finance

Royalty finance

# Positioning

## Longer-term themes

### Pets & Wellbeing

**TATE & LYLE**

Healthy Food



Spire Healthcare

Private Healthcare



Pets & Vets

### Democratisation of financial risk



Asset Management



Regional Investment



Financial Advice

### Sustainable living



HELICAL

Greener buildings



Recycling



Greener Transport

### Exceptional brands & economic moats



Hobbies



Housewares



Healthcare

### Driving energy transition



Differentiated Fossil Fuels



Transition Metals



Renewables

### Digital economy

KIN + CARTA



Professional Services



Trading & investing



Online classifieds



Asset management

This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy.

## OSB Group – Franchise

<b>Fundamentals</b>	<p>Leader in professional Buy-to-Let mortgages, a niche not served by big banks</p> <p>Well capitalised, with assets backed by diversified deposits</p> <p>Assets have an excellent record, with conservative lending requirements</p>
<b>Themes</b>	<p>Shortage of UK housing.</p> <p>Regulation is driving a shift from amateur to professional landlords.</p> <p>Reduction in banking risk post GFC yet to be recognized</p>
<b>Valuation</b>	<p>Sustainable growth</p> <p>Returns on equity are typically &gt;20%</p> <p>Significant shareholder returns</p>





# The Allianz UK Equity Franchise



**Philosophy:** Rigorous value-driven approach proven across market environments



**Performance:** Top decile outperformance vs peers over 3 & 5 years\*



**Market:** UK equities offer attractive valuations in a rising rate environment



**Resources:** £104bn in equity assets globally giving scale, depth and corporate access

\* Source: Morningstar, as of 31 March 2023 for Allianz UK Listed Equity Income Fund – C (Inc) - GBP, IA UK Equity Income sector, and Allianz UK Listed Opportunities Fund - C (Acc) – GBP, IA UK All Companies sector. A ranking, a rating or an award provides no indicator of future performance and is not constant over time. Past performance does not predict future returns. AUM as at 31 December 2022. The views and opinions expressed herein, which are subject to change without notice, are those of the issuer companies at the time of publication.

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# A

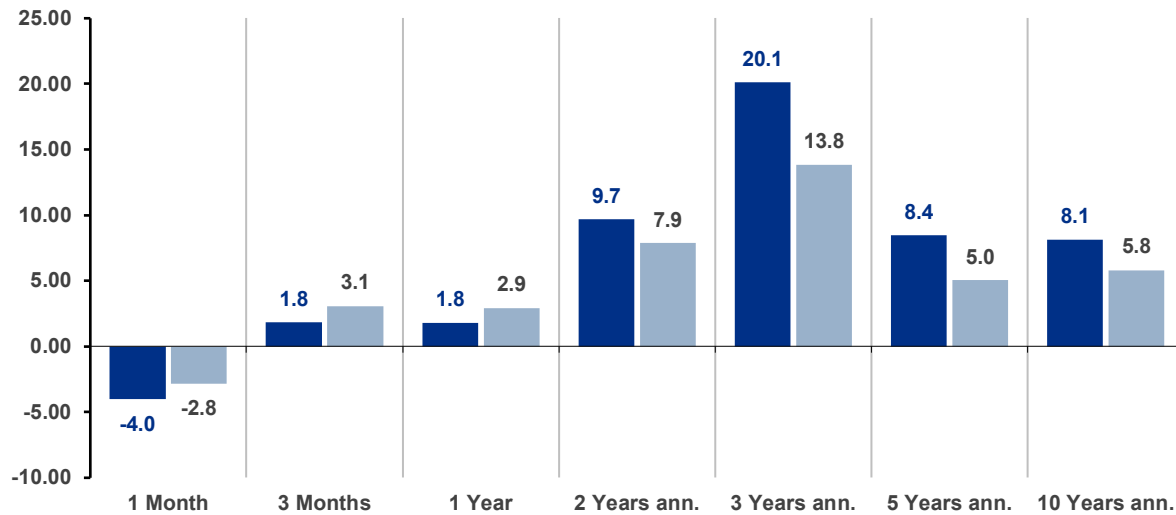
# Appendix



# Performance: As of 31 March 2023 (GBP)

## Top quartile across 2, 3 and 5 years

### Allianz UK Listed Equity Income

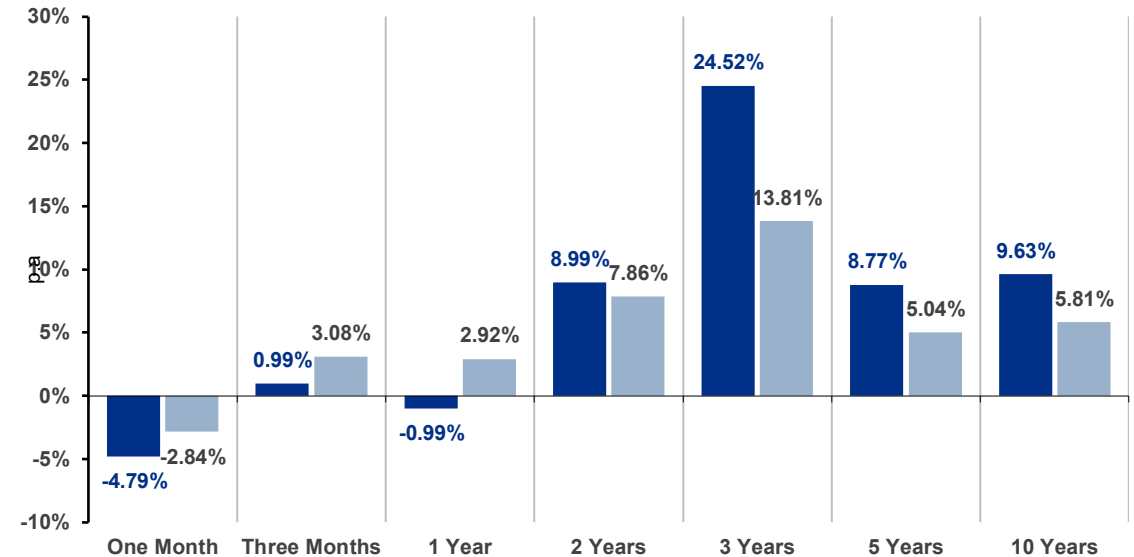


■ Allianz UK Listed Equity Income Fund A (Inc) GBP  
■ FTSE ALL-SHARE INDEX GBP RETURN INDEX TOTAL RETURN IN GBP

Performance up to 31.03.2023 in GBP	1 Month	3 Months	Year to Date	1 Year	2 Years ann.	3 Years ann.	5 Years ann.	10 Years ann.
Allianz UK Listed Equity Income Fund A (Inc) GBP	-4.02	1.82	1.82	1.78	9.69	20.11	8.44	8.15
FTSE ALL-SHARE INDEX GBP RETURN INDEX TOTAL RETURN IN GBP	-2.84	3.08	3.08	2.92	7.86	13.81	5.04	5.81
Active Return vs BM*	-1.18	-1.26	-1.26	-1.14	1.83	6.30	3.41	2.34

Closing Prices Gross of Fees

### Allianz UK Listed Opportunities



■ Allianz UK Equity Unconstrained Composite   ■ FTSE UK All Share Gross Return

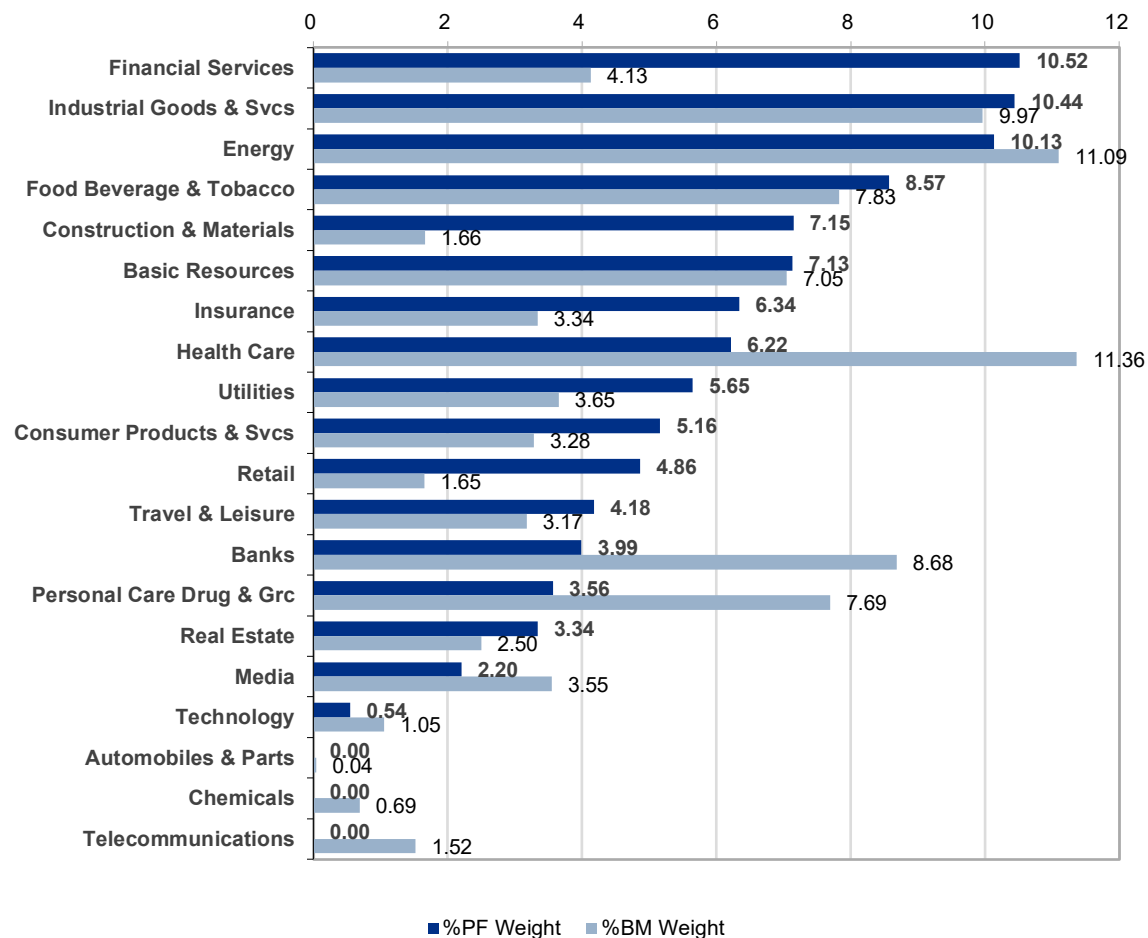
Performance up to 31.01.2023 in GBP	One Month	Three Months	YTD	1 Year	2 Years	3 Years	5 Years	10 Years
Allianz UK Equity Unconstrained Composite	-4.79%	0.99%	0.99%	-0.99%	8.99%	24.52%	8.77%	9.63%
FTSE UK All Share Gross Return	-2.84%	3.08%	3.08%	2.92%	7.86%	13.81%	5.04%	5.81%
Active Return vs BM*	-1.95%	-2.09%	-2.09%	-3.91%	1.13%	10.71%	3.73%	3.82%

Composite Returns Gross of Fees

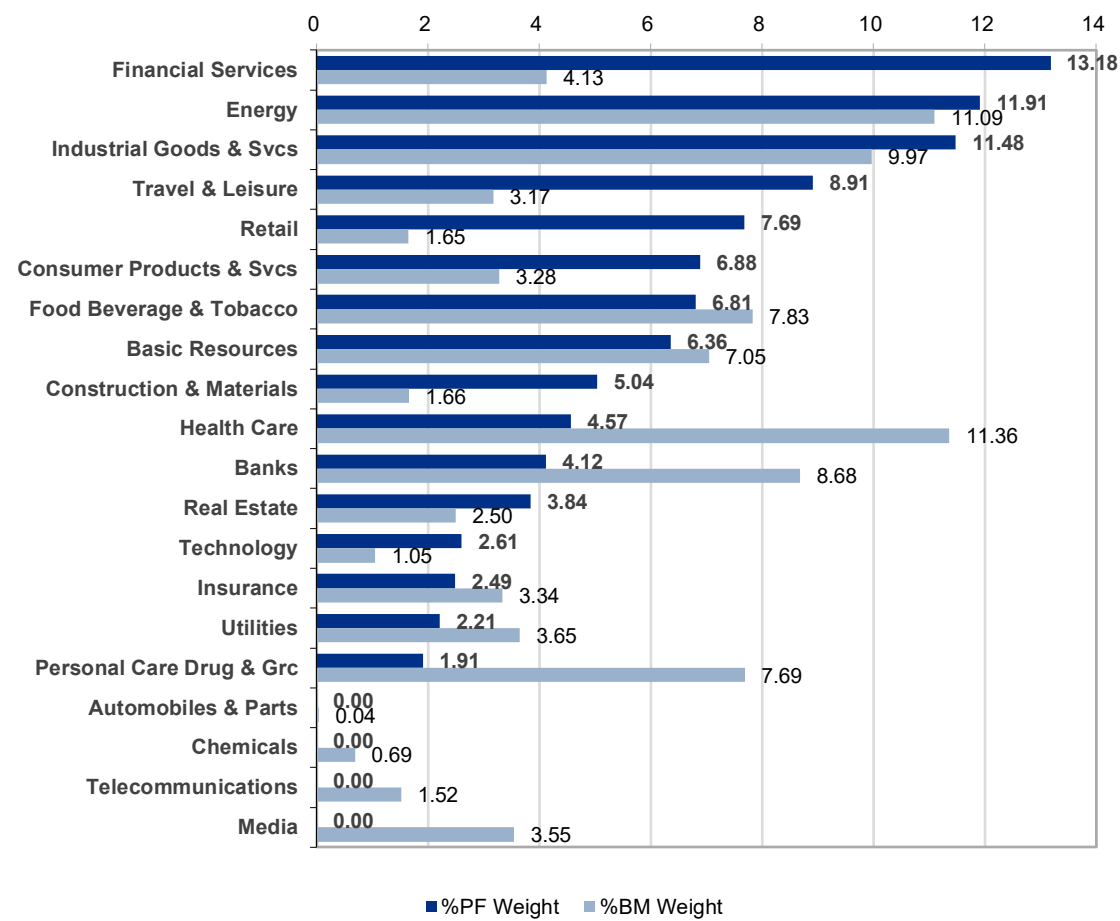
Source: AllianzGI, as of 31 March 2023. Data gross of fees; calculation at the net asset value based on the assumption that distributions are reinvested and excludes initial charges. Individual costs such as fees, commissions and other charges have not been taken into consideration and would have a negative impact on the performance if they were included. 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. A ranking, a rating or an award provides no indicator of future performance and is not constant over time. The funds use the specified benchmark as a target. This means that the index shown is part of a target set for the fund's performance to match or exceed. Past performance does not predict future returns. This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy.

# Portfolio sector positioning as of 31 March 2023

## Allianz UK Listed Equity Income



## Allianz UK Listed Opportunities



Source: AllianzGI, as of 31 March 2023. \*cash is residual. This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy. This is for guidance only and not indicative of future allocation. Benchmark reflects the broad market and is the fund's target benchmark. Investment trusts not included in benchmark market cap calculation (c.7%). Benchmark weights to market cap from Bloomberg. Sectors are ICB Industries. The fund uses the specified benchmark as a target. This means that the index shown is part of a target set for the fund's performance to match or exceed.

# Portfolio positioning as of 31 March 2023

## Allianz UK Listed Equity Income

Top 20 Holdings	%PF Weight
BRITISH AMERICAN TOBACCO	3.8
GSK PLC	3.4
SHELL PLC	3.3
DCC	3.2
BP	3.1
TATE & LYLE	2.8
IG GROUP HLDGS	2.8
ENERGEAN PLC	2.6
ST JAMES'S PLACE	2.6
SSE PLC	2.4
CRH	2.3
WPP PLC	2.2
RIO TINTO	2.2
GRAFTON GROUP	2.2
NATWEST GROUP PLC	2.2
ATALAYA MINING PLC	2.1
BAE SYSTEMS	2.1
DRAX GROUP PLC	2.1
REDROW PLC	2.0
IMPERIAL BRANDS PLC	1.9

Market Cap Split	%PF Weight
FTSE 100	47.53
FTSE 250	33.5
Small Cap & AIM	14.4

## Allianz UK Listed Opportunities

Top 20 Holdings	%PF Weight
BRITISH AMERICAN TOBACCO	3.4
DCC	3.3
SHELL PLC	3.2
BP	3.1
IG GROUP HLDGS	2.9
ST JAMES'S PLACE	2.9
ENERGEAN PLC	2.8
CAPITAL LIMITED	2.6
CONDUIT HLDGS LTD	2.5
HALEON PLC	2.5
ATALAYA MINING PLC	2.4
HOWDEN JOINERY GROUP	2.3
JET2 PLC	2.3
SSP GROUP PLC	2.2
NATWEST GROUP PLC	2.2
DRAX GROUP PLC	2.2
GRAFTON GROUP	2.2
SPIRE HEALTHCARE	2.1
OSB GROUP PLC	2.1
CLS HLDGS	2.0

Market Cap Split	%PF Weight
FTSE 100	25.3
FTSE 250	42.6
Small Cap & AIM	30.8

Source: AllianzGI, as of 31 March 2023. \*cash is residual. This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy. This is for guidance only and not indicative of future allocation. Benchmark reflects the broad market and is the fund's target benchmark. Investment trusts not included in benchmark market cap calculation (c.7%). Benchmark weights to market cap from Bloomberg. Sectors are ICB Industries.

# Strategies and characteristics

	Allianz UK Listed Equity Income	Allianz UK Listed Opportunities
<b>PMs</b>	Simon Gergel Richard Knight	Richard Knight Simon Gergel
<b>Mission Statement</b>	Market-beating returns and <b>an above market yield</b> in a concentrated portfolio with a downside risk focus	Market-beating returns in a concentrated, unconstrained portfolio with a downside risk focus
<b>Investment Philosophy</b>	Opportunistic and contrarian approach to investing in materially undervalued companies	
<b>No. of Stocks</b>	40-60	40-60
<b>Benchmark</b>	FTSE UK All Share	
<b>ESG Approach</b>	Integrated ESG	
<b>Manager Start Date</b>	01.05.2006	31.12.2010
<b>AUM</b>	GBP 1,234 mn	GBP 225 mn

## Income Requirements & the Investment Process

<b>Where Relevant</b>	UK Listed Equity Income and The Merchants Trust
<b>Process Integration</b>	A universe filter, not an investment quality
<b>Yield Requirement</b>	At or above market rate, now or prospectively
<b>Stock Selection</b>	Buy/sell decisions driven by total return, not yield

Source: AllianzGI, as of 31 March 2023. Past performance does not predict future returns. This is for guidance only and not indicative of future allocation. The fund uses the specified benchmark as a target. This means that the index shown is part of a target set for the fund's performance to match or exceed.

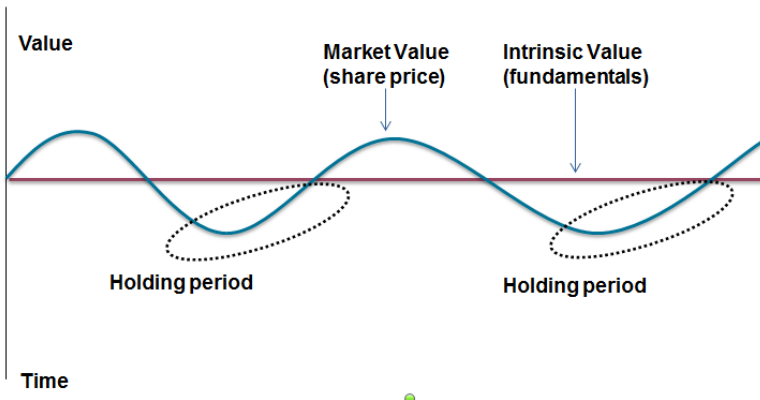


# Investment categories

## Classic value

### Valuation driven investment cases:

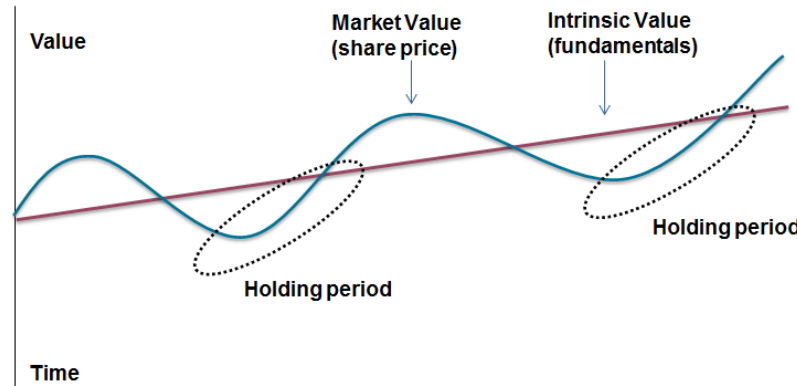
Exploiting valuation anomalies in fundamentally sound businesses without structural risks



## Franchise

### Business model driven investment cases:

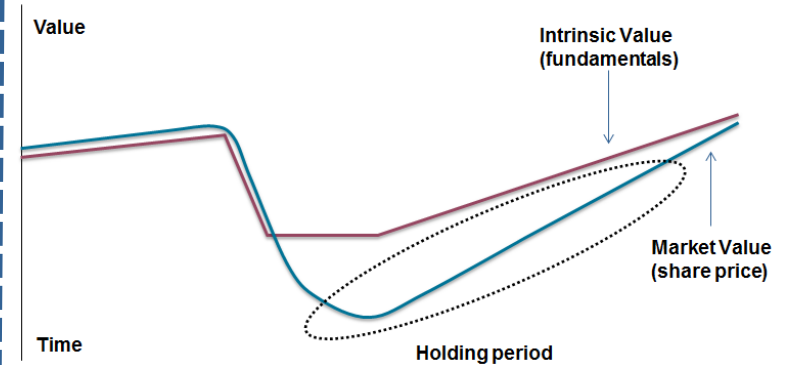
Harnessing intrinsic value growth at attractive valuations



## Special situations

### Catalyst driven investment cases:

Uncorrelated investment cases with unusual share price drivers



This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy.

## Energiean – Classic Value Reliable energy producer

### Fundamentals

An international gas exploration and production company. Predictable assets and high visible cashflows from long-term contracts. Less commodity risk than peers.

### Themes

Coal to Gas.  
Energy transition.  
Decarbonisation.

### Valuation

At the time of purchase, shares were lower than their historic average, failing to fully account for execution risk fading and Karish gas production.

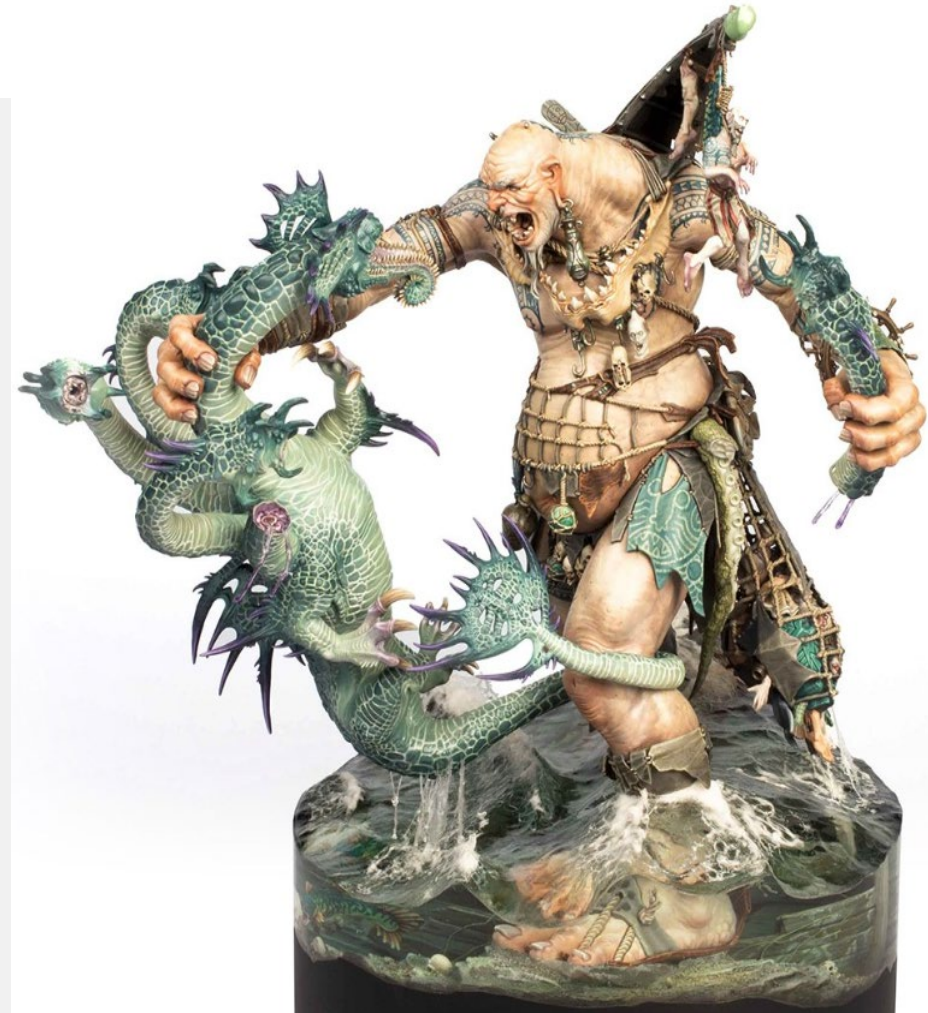
ENOG LN vs FTSE All Share (rebased to 100)



## Games Workshop – Franchise

### Undervalued quality

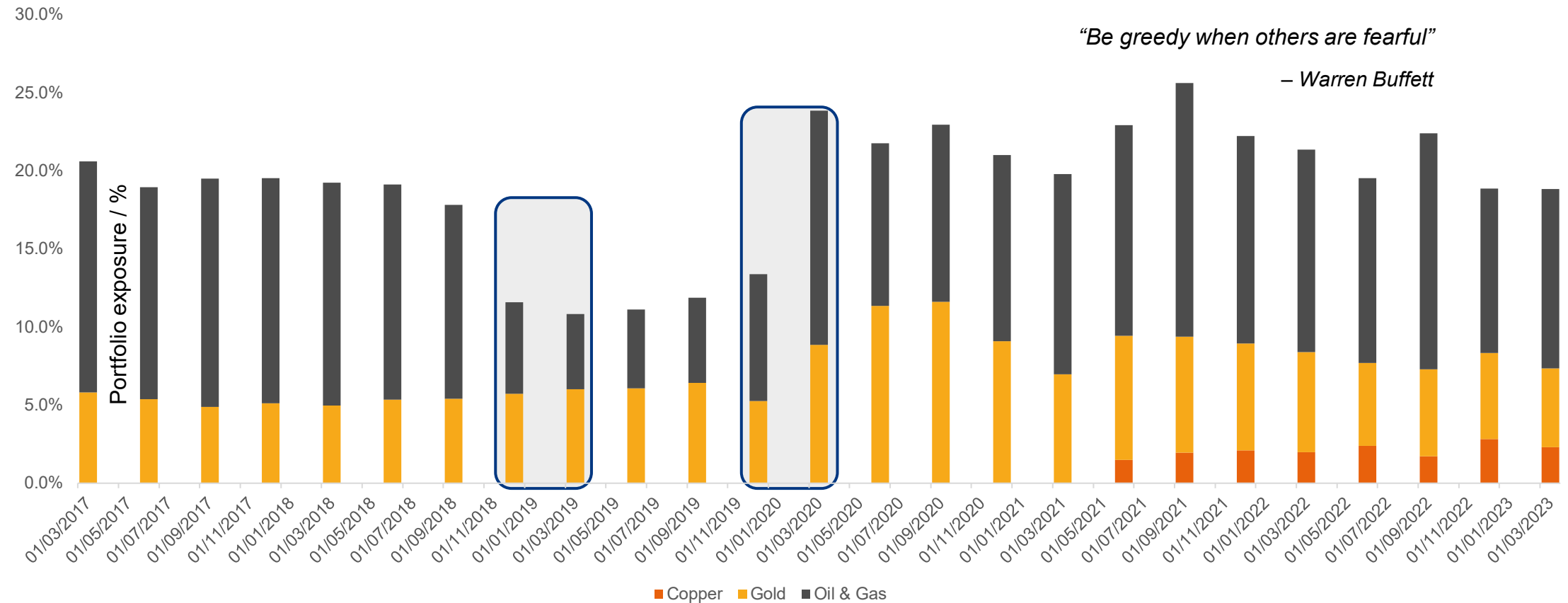
<b>Fundamentals</b>	Hobby business with ‘Warhammer’ brands. IP & scale creates robust barriers to entry, pricing power and margins. Scope for international expansion.
<b>Themes</b>	Helped rather than hurt by online. Resilient to the macro cycle.
<b>Valuation</b>	De-rated significantly to compelling absolute valuation. Low EV/NOPAT for near unique quality & growth aspects.



# Contrarian value investing

## Taking profit into strength, buying into weakness

### Going against trend in the resources sector



# Attribution summary – 12 months to 31 March 2023

## Allianz UK Listed Equity Income

Best Active Contributors Name	Average Weight (% of Total)			Performance	
	Port	Bmk	Diff	Total Return	Active Contribution
Homeserve	1.1%	.1%	1.0%	40.9%	92 bp
Imperial Brands Plc	3.5%	.8%	2.8%	24.2%	82 bp
Games Workshop Group	.8%	.1%	.7%	64.9%	65 bp
Anglo American	—	1.6%	-1.6%	-28.4%	64 bp
Vodafone Group	.3%	1.2%	-.9%	3.6%	48 bp
Conduit Hldgs Ltd	1.4%	—	1.4%	40.8%	44 bp
Natwest Group Plc	2.2%	.6%	1.6%	28.1%	38 bp
Rio Tinto	1.2%	2.5%	-1.3%	15.2%	37 bp
Crh	1.8%	1.1%	.8%	42.4%	37 bp
Bae Systems	2.1%	1.1%	1.0%	41.6%	34 bp
<b>Subtotal</b>	<b>14.5%</b>	<b>9.1%</b>	<b>5.4%</b>	<b>—</b>	<b>541 bp</b>

Worst Active Contributors Name	Average Weight (% of Total)			Performance	
	Port	Bmk	Diff	Total Return	Active Contribution
National Express Group	1.4%	.0%	1.4%	-47.8%	-98 bp
Kin And Carta Plc	1.1%	.0%	1.1%	-69.7%	-87 bp
Cls Hldgs	1.2%	.0%	1.2%	-31.7%	-67 bp
Astrazeneca	—	6.9%	-6.9%	13.3%	-67 bp
Tyman Plc	1.8%	.0%	1.7%	-20.6%	-49 bp
Drax Group Plc	1.9%	.1%	1.8%	-20.7%	-48 bp
Atalaya Mining Plc	2.0%	—	2.0%	-14.8%	-47 bp
Dfs Furniture Plc	1.4%	.0%	1.3%	-28.3%	-45 bp
Dcc	2.7%	.2%	2.5%	-17.6%	-43 bp
Close Bros Group	1.9%	.1%	1.8%	-18.7%	-43 bp
<b>Subtotal</b>	<b>15.2%</b>	<b>7.4%</b>	<b>7.8%</b>	<b>—</b>	<b>-593 bp</b>

## Allianz UK Listed Opportunities

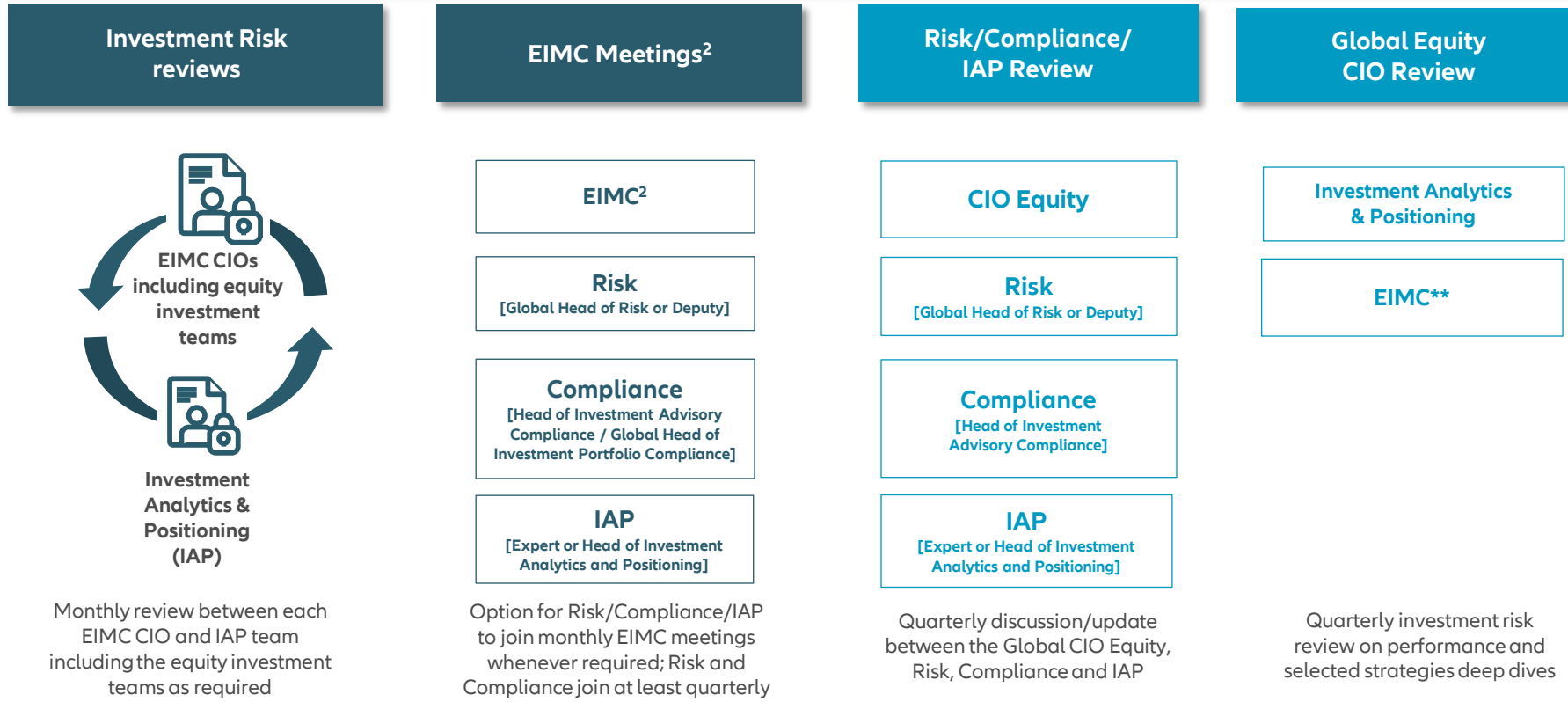
Best Active Contributors Name	Average Weight (% of Total)			Performance	
	Port	Bmk	Diff	Total Return	Active Contribution
Imperial Brands Plc	3.4%	.8%	2.7%	24.2%	84 bp
Conduit Hldgs Ltd	2.2%	—	2.2%	40.8%	82 bp
Games Workshop Group	.9%	.1%	.8%	64.9%	66 bp
Anglo American	—	1.6%	-1.6%	-28.4%	64 bp
Homeserve	.5%	.1%	.4%	40.5%	44 bp
Ocean Outdoor Ltd	.3%	—	.3%	21.0%	38 bp
Gsk Plc	—	2.8%	-2.8%	-11.7%	34 bp
Vodafone Group	—	1.2%	-1.2%	-23.2%	34 bp
Jet2 Plc	2.1%	—	2.1%	15.0%	34 bp
Haleon Plc	1.2%	.5%	.7%	29.9%	33 bp
<b>Subtotal</b>	<b>10.6%</b>	<b>7.1%</b>	<b>3.5%</b>	<b>—</b>	<b>512 bp</b>

Worst Active Contributors Name	Average Weight (% of Total)			Performance	
	Port	Bmk	Diff	Total Return	Active Contribution
National Express Group	1.4%	.0%	1.3%	-49.6%	-99 bp
Kin And Carta Plc	1.2%	.0%	1.2%	-69.7%	-95 bp
Serica Energy Plc	1.5%	—	1.5%	-41.3%	-75 bp
Cls Hldgs	1.3%	.0%	1.3%	-31.7%	-71 bp
Astrazeneca	—	6.9%	-6.9%	13.3%	-68 bp
Helical Plc	1.9%	.0%	1.9%	-24.8%	-56 bp
Tyman Plc	1.9%	.0%	1.9%	-20.6%	-47 bp
Fuller Smith & Turner	1.8%	.0%	1.8%	-22.4%	-46 bp
Dcc	2.6%	.2%	2.4%	-17.6%	-45 bp
Dfs Furniture Plc	1.4%	.0%	1.3%	-28.3%	-42 bp
<b>Subtotal</b>	<b>15.1%</b>	<b>7.3%</b>	<b>7.8%</b>	<b>—</b>	<b>-643 bp</b>

Source: Allianz Global Investors, as of 31 March 2023. Total return, gross of fees, based upon end of day prices for performance. Active contribution is relative to the benchmark (FTSE All share total return). The fund uses the specified benchmark as a target. This means that the index shown is part of a target set for the fund's performance to match or exceed. Past performance does not predict future returns. This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy. This is for guidance only and not indicative of future allocation. A stock mentioned as example above will not necessarily be comprised in the portfolio by the time this document is disclosed or at any other subsequent date.

# Equity risk framework

## Global Risk Framework<sup>1</sup>



## Risk cockpit supports ongoing portfolio reviews

1) This forms part of a wider risk framework where other risk categories than those named here also are subject to regular screening. 2) EIMC – Equity Investment Management Committee, group of senior investment leaders in Equities. Effective as of February 2022. Source: AllianzGI, September 2022. The statements contained herein may include statements of future expectations and other forward-looking statements that are based on management's current views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. We assume no obligation to update any forward-looking statement.

# Biographies



**Simon Gergel**

Chief Investment Officer, UK Equities / UK Income

Simon is Chief Investment Officer, UK Equities and is head of the European Value & Income Investment Style Team. He manages The Merchants Trust plc, co-manages the Allianz UK Listed Equity Income Fund, and is deputy portfolio manager on the Allianz UK Listed Opportunities Fund. He joined AllianzGI in April 2006 from HSBC Halbis Partners, where he was Head of Institutional UK Equities. At HSBC Simon was the portfolio manager of the HSBC Income Funds, with assets under management of £950 million. He also managed a number of segregated institutional accounts. Prior to HSBC, Simon was an Executive Director at Phillips & Drew Fund Management Ltd (a subsidiary of UBS), where he spent 14 years as a portfolio manager with responsibility for £1 billion of segregated pension fund assets and also with direct responsibility for £500 million of UK equity assets. Simon graduated from Cambridge University in 1987 with an MA (Hons) Cantab in Mathematics. He is an Associate of the CFA Society of the UK



**Richard Knight, CFA**

Portfolio Manager, UK Opportunities / UK Income

Richard is the lead portfolio manager of the Allianz UK Listed Opportunities Fund, and the co-manager of the Allianz UK Listed Equity Income Fund. He joined AllianzGI in November 2013, initially working in Global Emerging Market Equities. After gaining experience in a number of equity analyst roles, Richard joined the European Value & Income Style Team in March 2018, with a focus on the UK market. Richard specialises in value and income investing and was formerly an analyst covering the European media and telecoms sectors. He graduated from Lincoln College, Oxford University, with a degree in History and Politics, and also holds a masters (with distinction) in Global Economic History from the London School of Economics. Richard is a CFA® charterholder.



**James Davis**

Portfolio Analyst, UK Equities

James Davis is a Portfolio Analyst covering UK Equities with a focus on UK Value and Income. He joined AllianzGI in July 2021 as an intern within the Global Growth Equities team. Then, he spent a year in the Global High Yield team as a Portfolio Assistant, assisting portfolio managers with portfolio construction. Prior to that, James ran one of the only UK Student-funded Equity Fund (NEFS Equity Fund) as a Student Fund Manager. He graduated from the University of Nottingham with a BA Hons In Philosophy. James is currently working towards CFA designation.



**Thomas Morris**

Product Specialist, Global & UK Equities

Thomas Morris is a Product Specialist working across AllianzGI's Global Growth and UK Equity teams. He is responsible for AllianzGI's largest global equity strategy, as well as our flagship Sustainable equity product and a highly successful UK franchise. Tom joined AllianzGI in 2015 as part of the Global Communications team, where he was responsible for media relations across equity, fixed income and alternative asset classes. Previously, he was at the communications agency Fishburn Hedges. He has a degree in English from the University of Oxford, an MA in Broadcast Journalism from City University, and a Graduate Diploma in Finance from Birkbeck College. Tom also holds the IMC Designation from the CFA Society. He speaks English, Italian and Spanish, as well as some French and German.

# Opportunities and Risks

## Allianz UK Listed Equity Income Fund

### Opportunities

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- High return potential of stocks in the long run
- Investments specifically in the UK stock market
- Dividend stocks outperform in some phases
- Broad diversification across numerous securities
- Possible extra returns through single security analysis and active management

### Risks

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- High volatility of stocks, losses possible. The volatility of fund unit prices may be strongly increased
- Underperformance of the UK stock market possible
- Dividend stocks may underperform at times
- Limited participation in the yield potential of single securities
- Success of single security analysis and active management not guaranteed

## Allianz UK Listed Opportunities Fund

### Opportunities

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- High return potential of stocks in the long run
- Investments specifically in the UK stock market
- Possible extra returns through single security analysis and active management

### Risks

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- High volatility of stocks, losses possible. The volatility of fund unit prices may be strongly increased
- Underperformance of the UK stock market possible
- Success of single security analysis and active management not guaranteed



## Disclaimer

**This does not constitute a recommendation or solicitation to buy or sell any particular security or strategy. 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.

Allianz UK Listed Equity Income Fund and Allianz Listed Opportunities Fund are sub-funds of Allianz UK & European Investment Funds, an open-ended investment company with variable capital with limited liability organised under the laws of England and Wales. The value of the units/shares which belong to the Unit/Share Classes of the Sub-Fund that are denominated in the base currency may be subject to a strongly increased volatility. The volatility of other Unit/Share Classes may be different. **Past performance does not predict future returns.** 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 Management Company may decide to terminate the arrangements made for the marketing of its collective investment undertakings in accordance with applicable de-notification regulation. **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 at the time of publication. The conditions of any underlying offer or contract that may have been, or will be, made or concluded, shall prevail. For a free copy of the sales prospectus, incorporation documents, daily fund prices, Key Information Document, latest annual and semi-annual financial reports, contact the management company Allianz Global Investors GmbH in the fund's country of domicile, the UK, or the issuer at the address indicated below or [regulatory.allianzgi.com](http://regulatory.allianzgi.com). Please read these documents, which are solely binding, carefully before investing.

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