

# Euro Corporate Bonds Strategy

## Fundamental Bond Selection

### Fundamental active investment approach

We pursue an active fundamental management approach.

The target is attractive risk-adjusted returns with the help of bottom-up driven single bond selection complemented by targeted top-down decisions.

- Focus on consistently avoiding issuer downgrades and defaults
- Dual role of portfolio managers (research and portfolio construction)
- Integration of ESG criteria: (e. g. best-in-class, transformation rating and decarbonization)




### Reasons for investing with Union Investment

- One of the world's largest investment teams in Euro Credit located in Frankfurt
- The team manages approx. 25 billion Euros in 83 dedicated mandates / mutual funds
- Reliable partner with excellent market access through many years of experience and international expertise
- In-house developed research application: Global Credit Platform (GCP)

### Our proprietary Global Credit platform

On our Global Credit platform, we aggregate more than 40 million records daily from 20 external and internal research data sources across issuers, securities and markets. The Global Credit platform also serves as a central research and communication channel within the Credit team and the entire Fixed Income platform.

### Large stable team with long experience

 Portfolio manager:	25
 Ø Capital Markets Experience:	17 years
 Ø Company tenure:	11 years

### Your investment option

We provide you with the building block for your asset allocation. Please do not hesitate to contact us.

[More information about this strategy:](#)



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Details of funds' performance and the classification of Union Investment funds and other products in the form of risk categories or colour schemes are based on past performance and/or volatility. Consequently, this information gives no indication of future performance.

The FX ratio is calculated on the basis of all fund assets, including cash and liquidation of target funds. The following metrics are calculated on the basis of fixed-income assets, including liquidation of target funds and taking account of cash and derivatives: average yield, average coupon, average residual term to maturity, average duration and modified duration. When calculating the average residual term to maturity, floating-rate instruments are taken into account using their maturity date. The average rating is determined using a proprietary calculation method of Union Investment (Union Comp Rating) and is based on fixed-income assets, taking account of cash but not derivatives. All asset allocation overviews and the fund structure are based on the fund's economic assets, including liquidation of target funds. Derivative hedging positions are netted against the fund assets. All asset allocation overviews are presented excluding cash, third-party funds and real estate funds. The fund structure is assigned in accordance with the Union Investment Group's own asset allocation. Allocations may vary from those shown in annual and half-year reports. For sector allocation purposes, MSCI sectors are used for equities and Merrill Lynch sectors are used for fixed-income assets. The distribution yield (expressed as a percentage) represents the coupon in the relevant financial year. This is based on the net asset value at the start of the financial year, adjusted for the distribution relating to the previous financial year.

The Sustainable Finance Disclosure Regulation (SFDR) stipulates the disclosure requirements that apply to financial products. Products that fall under Article 6 do not take account of sustainability criteria, while products within the meaning of Article 8 involve the promotion of certain environmental and social characteristics. The products defined under Article 9 are geared towards sustainable investing.

Any front-load charges are passed through in full to the broker of the relevant fund. No front-load charges apply to direct subscriptions from Union Investment. Please read the sales prospectus and the key information document (KID) before committing to an investment decision. These documents provide extensive product-specific information on aspects such as the fund's investment objectives, basic investment principles, opportunities and risks as well as explanations concerning the risk profile of the fund. Together with the investment terms and conditions and the annual and half-year reports, these documents constitute the sole binding basis for the purchase of the fund. English language versions of these documents can be obtained free of charge at [www.union-investment.com](http://www.union-investment.com). If the documentation relates to a sustainable investment fund, further information on the sustainability-related aspects of the fund can be accessed at <https://union-investment.com/home/Reporting.html>.

### READ THE PROSPECTUS BEFORE INVESTING

A summary, in English language, of your rights as an investor and additional information on tools for the collective enforcement of rights is available under 'Notifications and complaints' at <https://union-investment.com/home/About-us/Principles.html>. The entity issuing a fund may decide at any time to end any arrangements it has made with regard to the sale of fund units and/or for classes of unit in that fund in a member state other than its home state, subject to the requirements of Article 93a of Directive 2009/65/EC and Article 32a of Directive 2011/61/EU.

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Unless otherwise stated, all information, descriptions and explanations are dated 29 June 2023.

[More information about this strategy:](#)

