





Manulife Global Multi-Asset Diversified Income Fund

A truly global multi-asset income solution

 (03) 2719 9271
 manulifeim.com.my

Scan QR code to visit our website



A truly global multi-asset income solution

The Manulife Global Multi-Asset Diversified Income Fund (“the Fund”) leverages on the multi-asset strategy* of the Target Fund** which combines multiple sources of income, offers greater potential to generate high income and achieve diversification, while being less vulnerable to market shocks.

* No portfolio management strategy or risk management technique can guarantee a profit or protect against loss.

** Manulife Global Fund – Global Multi-Asset Diversified Income Fund.

Deploy multiple income sources for new growth horizons

- In today’s low-rate environment, investors are looking for higher yields in addition to steady incomes in their portfolios. To meet these goals, an increasing number of investors are choosing non-traditional income assets, such as preferred securities, real estate investment trusts (REITs) and equity option strategies.
- These non-traditional assets can be beneficial because they provide relatively higher yields and have lower correlation to other assets.
- A multi-asset allocation approach, which includes a mix of bonds and equities, could potentially help investors *create solid and stable income*. This approach may also *add a defensive tilt to the portfolio during market stress periods*.

Traditional and non-traditional asset classes

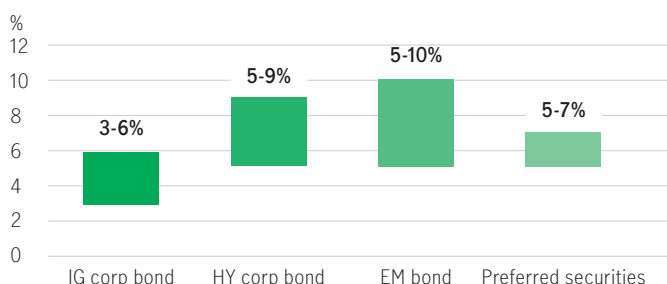
Fixed income	Equity and equity related securities
Investment Grade Corp Bond (IG corp bond) Can offer a high quality source of income and a portfolio risk diversifier	Global equities Provides dividend income with capital growth potential
High Yield Corp Bond (HY corp bond) Offers the potential of a higher yield with less interest rate sensitivity	Global REITs Traditionally stable and transparent yields
Emerging Market Bond (EM bond) Taps into EM growth potential and seeks to offer attractive yields	Equity option strategies Seeks income through option premiums, and helps manage the volatility of equity investments
Preferred securities Hybrid securities that combine fixed income and equity features	

Capture more income sources with a broad investment universe

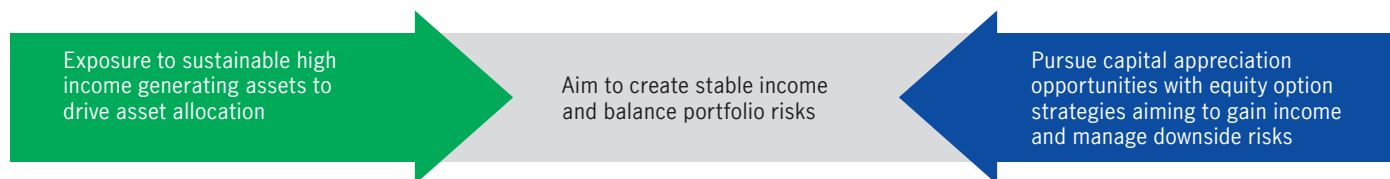
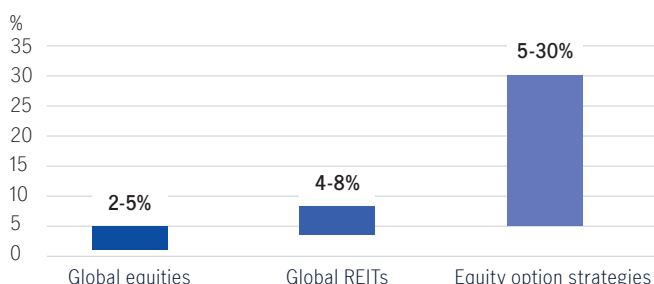
Asset performance and yields can fluctuate in different economic cycles. Investors can broaden their investment universe within bonds and equities which in turn provide less correlated income sources and should increase overall yield stability.

Yields of each asset class per annum (2004 - 2019)[^]

Fixed income



Equity and equity related securities



[^] This material is for illustration purposes only, and is not guaranteed for future return. It is provided for reference only and subject to change. Positive distribution yield does not imply positive return.

Source: Manulife Investment Management, Bloomberg, MSCI, as at 31 December 2021. IG corp bond refers to J.P. Morgan US Investment Grade Index, EM bond refers to J.P. Morgan EMBI Global Index, HY Corp bond refers to BBgBarc Global High Yield Corp Index, Preferred securities refer to ICE BofAML Fixed Rate Preferred Securities Index, Global equities refers to MSCI World Index, Global REITs refers to FTSE EPRA/NAREIT Index, Equity option strategies refer to CBOE S&P 30 Delta BuyWrite Index and CBOE S&P 500 PutWrite Index.

Typical yield per annum is based on historical yields in 2004 – 2019, with exception of Equity option strategies, which is based on proprietary research during 2008 – 2019 by data from Manulife Investment Management. Information is for reference only and no guarantee of future results and is not recommendation to buy and sell. The latest yield per annum of IG corp bond, HY bond, EM bond, preferred securities, global equities and global REITs are 2.4%, 4.7%, 5.3%, 4.2%, 1.8% and 3.0% respectively as of 31 December 2021. Equity option strategies yield is updated until 2019 since data is not available. The chart provides pre-pandemic historical yield information and for illustration purpose only.

Flexible and diversified allocation

- A wide range of asset classes across different investment styles and regions, together with a flexible investment strategy, opens up income opportunities.
- A mix of asset with low correlation can provide diversification benefits and potentially improve risk adjusted returns.

Traditional and non-traditional income sources tend to be less correlated

■ Relatively low correlation ■ Moderate correlation
■ Relatively high correlation

		Non-traditional income source		
		Global REITs	Preferred securities	Equity option strategies
Traditional income source	IG corp bond	Relatively low	Relatively low	Relatively low
	HY corp bond	Moderate	Moderate	Moderate
	EM USD bond	Moderate	Relatively low	Moderate
	Global equities	Relatively high	Moderate	Relatively high

Source: Bloomberg, correlation coefficient is calculated based on weekly performance from October 2007 to September 2022. Correlation ranges from +1 (perfect positive correlation) to -1 (perfect negative correlation). Relatively low correlation refers to correlation coefficients equal to or smaller than 0.5, moderate correlation between 0.5 and 0.75 (inclusive), and relatively high correlation above 0.75. Representative indices of each asset classes: Global REITs measured by FTSE Nareit Global REIT Index, Preferred securities measured by ICE BofAmL Fixed Rate Preferred Securities Index, Equity option strategies measured by 50% CBOE S&P 500 BuyWrite Index and 50% CBOE S&P 500 PutWrite Index, IG corp bond measured by BBgBarc Global Agg Corp Bond Index, HY corp bond measured by BBgBarc Global High Yield Corp Index, EM bond measured by J.P. Morgan EMBI Index, Global equities measured by MSCI AC World Index.

Provide a potential downside buffer through equity option strategies

Based on historical data, while equities generally provide higher returns over time, they have higher volatility than bonds. Investors can use equity option strategies to potentially gain high yields through premiums while managing the risk in equities and also reduce volatility in their investments. This strategy is helpful in seeking a downside buffer during periods of market stress.

The above information may contain projections or other forward-looking statements regarding future events, targets, management discipline or other expectations. There is no assurance that such events will occur, and the future course may be significantly different from that shown here.

Performance during market volatility

Events	S&P 500	Equity option strategies
Net/dot.com bubble – 9/11 attacks (09/04/2000 – 10/09/2002)	-47.41%	-31.01%
Global financial crisis (10/09/2007 – 03/09/2009)	-55.25%	-36.80%
COVID-19 (19/02/2020 – 23/03/2020)	-33.79%	-29.58%

Source: Bloomberg, Morningstar. Equity option strategies refer to 50% CBOE S&P 500 BuyWrite Index and 50% CBOE S&P 500 PutWrite Index. No investment strategy or risk management technique can guarantee returns or eliminate risk in any market environment.

About Manulife Investment Management

Manulife Investment Management has more than a hundred years' history of investing assets for Manulife's insurance business since 1860s.

¹ Source: Manulife Investment Management, as of 31 March 2022. Manulife Investment Management's global investment professional team includes expertise from several Manulife IM affiliates and joint ventures; not all entities represent all asset classes. Total investment professionals is comprised of individuals from Manulife Investment Management, Manulife-TEDA Fund Management Co. LTD., a 49% joint venture between Manulife Financial and Northern International Trust, part of the Tianjin TEDA Investment Holding Co. Ltd. (TEDA), and Mahindra Manulife Investment Management Private Limited, a 49% joint venture of Manulife and Mahindra AMC.

² Source: Manulife Financial Corporation, as of 31 March 2022. AUM includes \$2.9B non-discretionary advice for the Manulife General Account. The methodologies used to compile the total assets under management are subject to change.

25+ years

Average investment experience of Target Fund's management team

600+¹

investment experts across asset classes

USD 158.2 billion²

in AUM of multi-asset solutions

Key fund information

Name of the fund	Manulife Global Multi-Asset Diversified Income Fund (“the Fund”)	
The Manager	Manulife Investment Management (M) Berhad 200801033087 (834424-U)	
Fund category	Wholesale Fund (Feeder Fund)	
Base currency	USD	
Class(es)	A (RM Hedged) (G) Class and A (USD) (G) Class	
Investment objective	The Fund aims to provide income by investing in one collective investment scheme.	
Investor profile	This Fund is suitable for Sophisticated Investors who: <ul style="list-style-type: none"> • seek regular income; • wish to participate in a diversified portfolio of assets in the global markets; and • have a medium- to long-term investment horizon. 	
Investment policy and strategy	The Fund will invest at least 95% of the Fund’s NAV in Share Class I3 Inc of the Manulife Global Fund – Global Multi-Asset Diversified Income Fund (“Target Fund”), and the remaining NAV of the Fund will be in liquid assets such as money market instruments (including fixed income securities which have remaining maturity period of less than 365 days) and/or placement of deposits with financial institutions for liquidity purposes. The Fund focuses on distributing income and not capital appreciation.	
Sales charge	Distribution channels ^[1] IUTA UTC Manager	Sales charge (applicable to all Classes of Units) Up to 5.50% of the NAV per Unit
	^[1] Sophisticated Investors may subscribe for Units via one or more of the distribution channels.	
Annual management fee	Up to 1.80% of the NAV of the Fund per annum calculated and accrued on a daily basis.	
Annual trustee fee	0.04% per annum of the NAV of the Fund (including local custodian fees but excluding foreign custodian fees and charges).	
Minimum initial investment	A (RM Hedged) (G) Class RM5,000.00	A (USD) (G) Class USD5,000.00
Minimum additional investment	A (RM Hedged) (G) Class RM1,000.00	A (USD) (G) Class USD1,000.00
Dividend composition	Depending on the level of income (if any) the Fund generates, the A (RM Hedged) (G) Class and the A (USD) (G) Class aim to distribute all or part of its distributable income on a quarterly basis. The payment of distributions, if any, from the respective Class, will vary from period to period depending on the market conditions, performance of the respective Class and the Target Fund.	
Financial year end	30 June	
Cooling-off period	The cooling-off period is only applicable to any person investing for the first time in any unit trust funds managed by the Manager and excludes corporations/institutions, staff of the Manager and persons registered to deal in unit trusts. You have the right, within six (6) Business Days from the day of the receipt by the Manager of your application form, to call for a withdrawal of your investment.	

Disclaimer:

The above information has not been reviewed by the Securities Commission Malaysia (SC) and is subject to the relevant warning, disclaimer, qualification or terms and conditions stated herein. Investors are advised to read and understand the contents of the Information Memorandum of Manulife Global Multi-Asset Diversified Income Fund dated 3 February 2020 and its First Supplemental Information Memorandum dated 13 September 2021 and all the respective Product Highlights Sheet(s) (collectively, the “Offering Documents”), obtainable at our offices or website, before investing. The Offering Documents have been registered with the SC, however the registration with the SC does not amount to nor indicate that the SC has recommended or endorsed the product. There are risks involved with investing in unit trust funds; wholesale funds and/or Private Retirement Schemes. Some of these risks associated with investments in unit trust funds; wholesale funds and/or Private Retirement Schemes are interest rate fluctuation risk, foreign exchange or currency risk, country risk, political risk, credit risk, non-compliance risk, counterparty risk, target fund manager risk, liquidity risk and interest rate risk. For further details on the risk profile of all the funds, please refer to the Risk Factors section in the Offering Documents. The price of units and income distribution may go down as well as up. Investors should compare and consider the fees, charges and costs involved. Investors are advised to conduct own risk assessment and consult the professional advisers if in doubt on the action to be taken. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from the pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in the Fund’s denominated currency will remain unchanged after the distribution of the additional units.