

Attractive Potential Returns from Investment in Capital Securities through KT-CSBOND

This fund contains concentration risk in the banking sector and may cause the investor significant loss

About the KTAM Capital Securities Fund (KT-CSBOND)

KT-CSBOND

Master Fund

Fixed income securities
which are capital securities issued by
banks, insurance companies and
other financial institutions worldwide



**KTAM Capital
Securities Fund**

PIMCO

**PIMCO GIS Capital
Securities Fund**



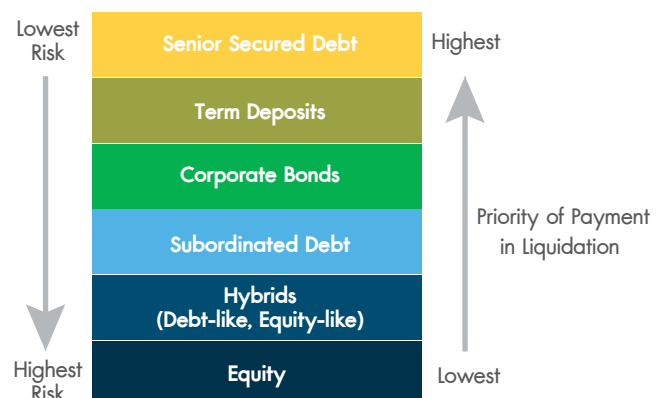
KTAM Capital Securities Fund will invest in the units of the PIMCO Capital Securities Fund (master fund) which mainly invests in capital securities issued by banks, insurance companies, and other financial institutions. Focus will be on Tier 1, Tier 2, and Contingent Convertible ("CoCo") Bonds

Key Attractions of the KTAM Capital Securities Fund

- The master fund is administered by globally recognized portfolio managers and asset management company such as PIMCO
- Investment in capital securities of banks, insurance companies and other financial institutions by focusing on Tier 1, Tier 2 and Contingent Convertible ("CoCo") Bonds which offer higher yields than general debt securities.
- The master fund helps diversify risks by investing in other securities as well*

*Data from PIMCO: Based on correlation data of PIMCO GIS Capital Securities Fund and Global IGC and Global High Yield, since inception.

Funding Structure of Banks and Financial Institutions



Source : PIMCO, March 2018

Investors must understand the investment product's features, conditions regarding financial returns and risks before making an investment decision.

Review details or request a prospectus from the securities companies participating as selling agent nationwide, or KTAM at Tel: 02 686 6100 Press 9, provincial calls (toll free) at Tel: 1800 295 592 or visit www.ktam.co.th

CALL CENTER 02 686 6100 | www.ktam.co.th | KTAM Smart Trade | KTAM Smart Trade | KTAM TV Online



**KRUNGTHAI
ASSET MANAGEMENT**

About the Master Fund, PIMCO GIS Capital Securities Fund

✓ Investment Process PIMCO's investment committee selects and evaluates investments

Top-down Evaluation

- Assess each country's risk
- Assess regulatory and political factors

Bottom-up Evaluation

- Review debt covenants and consult legal advisors to assess risk characteristics
- Conduct stress tests for each individual bank to evaluate capital adequacy
- Consult bank's senior management
- Conduct financial analysis to assess strength of balance sheet, profitability, management quality, etc.

Valuation

- Determine attractiveness from
 - Currency
 - Funding structure
 - Cash to CDS coverage
 - Debt to equity ratio

✓ Past Performance of the Master Fund

	Past 1 Month	Past 3 Months	Past 6 Months	Past 1 Year	Past 3 Years (p.a.)	Since Inception (p.a.)
Institutional, Acc	0.51%	-2.06%	0.23%	4.90%	5.48%	7.13%
Benchmark*	0.19%	0.47%	0.84%	1.47%	0.90%	-

*Benchmark Benchmark : 3 Month USD LIBOR Index. Source : PIMCO, 30 April 2018 /Note that past performance does not guarantee future performance.

✓ Top 10 Holdings of the Master Fund

Company	Business Profile	Portfolio Weight (%)
LLOYDS Banking Group PLC	Financial and banking services offered via group subsidiaries, both domestically within the UK and abroad. Company provides commercial banking services to retail clients, mortgages, pension services, asset management, insurance, corporate banking and treasury services.	4.0
Banco Santander S.A	Financial and banking services for corporate and retail clients worldwide. Wide range of services such as cash deposits, consumer finance, mortgage loans, lending, factoring, fund management, pension funds, investment banking, consultancy on mergers and acquisitions.	3.2
Banco Bilbao Vizcaya Argentaria, S.A.	Cash deposits, retail finance, corporate lending, investment banking, consumer lending, mortgage loans, private banking, asset management, insurance, and securities brokerage. Banco Bilbao Vizcaya Argentaria operates in Europe, Latin America, the US, China, and Turkey.	2.5
Intesa Sanpaolo S.P.A.	Cash deposits, financial and banking services, consumer lending, asset management, internet banking, merchant banking, securities brokerage, factoring, leasing, and fund management. Intesa Sanpaolo has branches throughout Italy and offices in Europe, Asia, and the US.	2.4
HSBC Holdings PLC.	Global financial and banking services for retail and institutional clients. Also offers securities custodian and trustee services, as well as capital market, treasury, and private banking services.	2.3
Barclays Bank PLC.	Global financial services provider, offering commercial banking, investment banking, wealth management, and investment management.	2.2
UBS Group AG	Financial services for retail, corporate and institutional clients, covering financial planning, asset management, and investment management.	1.9
UBS AG of Stamford, Connecticut	A subsidiary of UBS Group AG, offering financial and banking services. The company provides asset management, investment banking at regional and global levels.	1.9
Credit Suisse Group AG	Investment banking, private banking, and asset management services for clients worldwide.	1.7
Santander UK PLC.	Financial and banking products and services for retail, institutional, and public-sector clients in the UK. A subsidiary of Banco Santander, providing lending, credit card, and investment services.	1.7

Source: PIMCO, 31 December 2017/ Note: Top 10 holdings do not include derivatives.

Facts about KTAM Capital Securities Fund (KT-CSBOND)

Type of Fund	Foreign Investment Fund, Feeder Fund type
Risk Level	5
Currency (Master Fund)	USD
FX Hedging Policy	Discretion of Portfolio Manager
Minimum Purchase	1,000 Baht
Trading hours	Every trading day, before 15.30 U.
Redemption Settlement	T+5

Major Investment Risks: Market Risk / Credit Risk / Liquidity Risk / FX Risk / etc.