



I'm enjoying the  
benefits of bonds.

Stable income with capital preservation.

PIMCO®

# Fortify your portfolio with bonds.

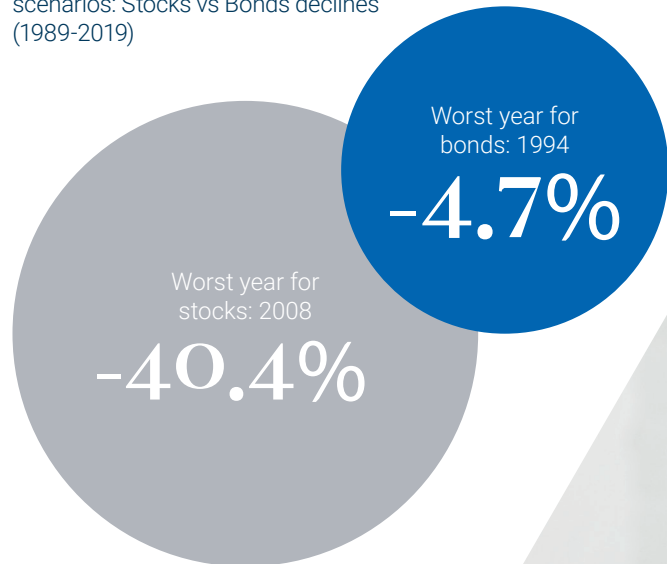
Australian investors are familiar with shares and property, yet many are unaware of bonds and the benefits they can provide. Often mistaken for a complicated investment, bonds can in fact be a simple way to diversify portfolios skewed towards higher risk assets, such as shares or property.

## A ROLE TO PLAY FOR MANY INVESTORS

In simple terms, a bond is essentially a loan from you to a company or government that promises to return your capital at the end of the term, and in most cases, pay regular interest along the way. This means that, unlike share dividends, bond income tends to be relatively stable, and your capital isn't as exposed to periods of market volatility. The graphic to the right shows that in the last 30 years, the worst calendar year return for bonds was  $-4.7\%$ <sup>1</sup>, compared to  $-40.4\%$  for shares<sup>2</sup>

## THE RELATIVE STABILITY OF BONDS

A vast difference in 'Worst case' scenarios: Stocks vs Bonds declines (1989-2019)



<sup>1</sup> Bloomberg AusBond Composite 0+ Index (for Bonds)

<sup>2</sup> S&P/ASX All Ordinaries Accumulation Index

# I'm going to call my financial adviser about bonds.

I was worried that global uncertainty may impact my share investments. So, I talked to my financial adviser about PIMCO bond funds.

It was simple to invest and there's more balance and stability in my portfolio now. I feel confident about the future.



# A choice of PIMCO bond funds to meet your needs.

As one of the world's premier fixed income managers, PIMCO has been actively managing bond strategies for nearly half a century.

We offer a range of bond funds to help investors meet their goals – from earning steady income to preserving wealth to accessing opportunities across global markets.

Talk to your financial adviser about which PIMCO bond funds may be right for you.



# I'm safeguarding my wealth.

Call your financial adviser about investing in PIMCO bond funds today.

[pimco.com.au/bonds](https://pimco.com.au/bonds)

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**All investments** contain risk and may lose value. Investing in the bond market is subject to risks, including market, interest rate, issuer, credit, inflation risk, and liquidity risk. The value of most bonds and bond strategies are impacted by changes in interest rates. Bonds and bond strategies with longer durations tend to be more sensitive and volatile than those with shorter durations; bond prices generally fall as interest rates rise. Bond investments may be worth more or less than the original cost when redeemed.

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