

# Allianz Oriental Income

Equity markets across Asia Pacific delivered mixed returns for the six month period ending 31 March 2016 (“the period”). There was a wide disparity in the performance of individual markets. After a strong rebound in the fourth quarter of 2015, 2016 started with many markets suffering their worst start to a year in decades, some entering bear-market territory, amid renewed fears about the slowdown in China and further oil price weakness. However, signs that commodity prices may be stabilizing, as well as further central bank stimulus, helped markets to recover in March.

Concern over the pace of the slowdown in China was one of the market drivers during the period. The renminbi weakened against the US dollar over the period, while the International Monetary Fund confirmed it would add the Chinese currency to the basket of currencies that make up its lending reserve. While reassuring comments from officials, along with further stimulus from the People’s Bank of China, helped the market to recover in March. The overall weak tone to the market dampened sentiment in the region.

The share price of Japanese exporters was hurt by the stronger yen in the first quarter of 2016. The Bank of Japan lowered its growth and inflation and in a surprise move, cut interest rates to negative 0.1% at the end of January, but this failed to stem the decline. Economic news remained weak. Japan’s GDP shrank 1.1% on an annualized basis during the fourth quarter of 2015. Meanwhile, consumer confidence fell to a one-year low in February and the pace of wage growth slowed.

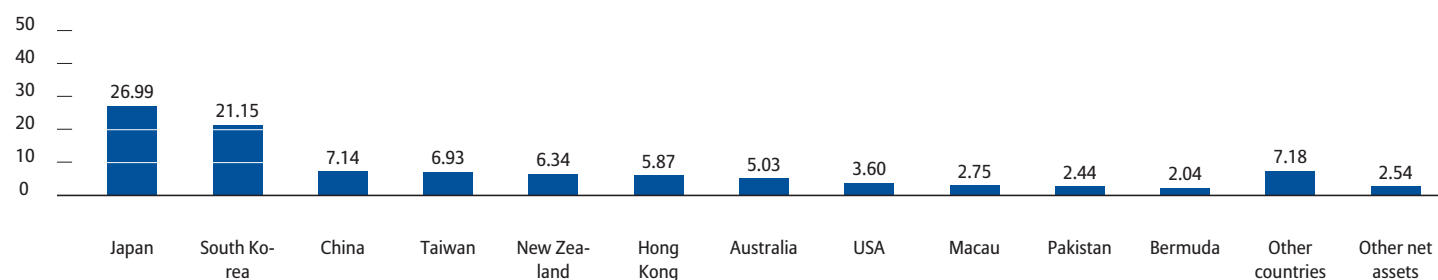
The Subfund generated a positive performance over the period. Technology stocks were the key contributors to the Subfund’s return, whereas Japanese stocks detracted after the previous outperformance and on concerns of a strengthening yen’s impact on company profits, in particular Japanese exporters

The strategy positioning is 93.1% in equities with the remainder in a combination of corporate bonds and cash. We increased our equity weightings during the month, reflecting a higher degree of confidence in the market outlook as well as taking advantage of stock specific opportunities. Fundamentally the Asia Pacific region still has significant challenges to overcome but valuations of many stocks have been knocked back to levels which we find appealing on a long term basis.

Our sector preferences show a significant bias to growth areas such as technology, consumer and industrials. In the technology space in particular, we have built exposure to a number of smaller companies which we believe have a meaningful competitive edge that should deliver sustained growth in coming years. Small caps in Asia have not experienced the same bull market conditions as in developed markets and hence often trade at attractive valuations.

Please refer to the Prospectus as well as the Key Investor Information Document for additional information on the Subfund. Information on the performance of the individual share classes of the Subfund in the reporting period can be found in the table “Performance of the Subfunds” on pages 5 to 34.

## Breakdown of Net Assets in %



## The Subfund in figures

		31/03/2016	30/09/2015	30/09/2014	30/09/2013
Net asset value per share in USD					
– Class A (USD) (distributing)	WKN A0Q1G0/LU0348783233	92.99	89.95	96.73	96.58
– Class A (H-USD) (distributing)	WKN A0Q1G4/LU0348783662	10.00	10.15	10.19	–
– Class AT (USD) (accumulating)	WKN A0Q1G8/LU0348784397	101.72	96.81	104.10	103.68
– Class I (USD) (distributing)	WKN A0Q1HL/LU0348785790	96.95	92.65	99.29	99.03
– Class IT (USD) (accumulating)	WKN A0Q1HU/LU0348786764	111.02	105.19	112.11	110.67
– Class P (USD) (distributing)	WKN A0Q1HW/LU0348786921	96.12	91.85	98.43	98.18
Net asset value per share in EUR					
– Class AT (EUR) (accumulating)	WKN A0Q1G7/LU0348784041	159.40	153.75	147.32	137.40
– Class Ertrag Asien Pazifik A2 (EUR) (distributing)	WKN A14MUU/LU1173936821	87.14	84.27	–	–
– Class RT (EUR) (accumulating)	WKN A14VUB/LU1254141416	93.35	89.47	–	–
Net asset value per share in GBP					
– Class R (GBP) (distributing)	WKN A12ESS/LU1136181754	110.04	99.69	–	–
Net asset value per share in SGD					
– Class AT (SGD) (accumulating)	WKN A0X8E9/LU0417516571	12.24	12.31	11.84	11.63
Shares in circulation <sup>1)</sup>		4,306,953	4,647,714	5,148,272	5,642,609
Subfund assets in millions of USD		323.2	314.8	429.3	490.9

<sup>1)</sup> Accumulated figures for open share classes on the reporting date.

For further information concerning launch dates and liquidation dates, please refer to the Performance Table on pages 5 to 34.

# Allianz Oriental Income

## Investment Portfolio as at 31/03/2016

ISIN	Securities	Shares/ Currency (in 1,000)/ Contracts	Holdings 31/03/2016	Price	Market Value in USD	% of Subfund assets
<b>Securities and money-market instruments admitted to an official stock exchange listing</b>					<b>315,006,418.49</b>	<b>97.46</b>
<b>Equities</b>					<b>300,976,518.20</b>	<b>93.11</b>
<b>Australia</b>					<b>16,235,215.42</b>	<b>5.03</b>
AU000000BFC6	Beston Global Food	Shs	16,229,624	AUD 0.355	4,418,506.92	1.37
AU000000BRS7	Broadspectrum	Shs	3,554,952	AUD 1.185	3,230,656.77	1.00
AU000000SPO4	Spotless Group Holdings	Shs	4,436,387	AUD 1.260	4,286,854.05	1.33
AU000000SPL0	Starpharma Holdings	Shs	8,244,034	AUD 0.680	4,299,197.68	1.33
<b>China</b>					<b>23,078,744.94</b>	<b>7.14</b>
KYG8875G1029	3SBio	Shs	2,751,500	HKD 10.500	3,726,059.82	1.15
CNE1000001W2	Anhui Conch Cement -H-	Shs	1,346,000	HKD 20.800	3,610,766.47	1.12
CNE1000001Y8	AviChina Industry & Technology -H-	Shs	12,305,000	HKD 5.790	9,188,638.97	2.84
HK1093012172	CSPC Pharmaceutical Group	Shs	4,397,000	HKD 7.010	3,975,259.55	1.23
KYG8190F1028	Silergy	Shs	189,000	TWD 439.000	2,578,020.13	0.80
<b>Hong Kong</b>					<b>18,951,292.92</b>	<b>5.87</b>
HK0000069689	AIA Group	Shs	1,447,200	HKD 43.950	8,203,108.19	2.54
BMG2098R1025	Cheung Kong Infrastructure Holdings	Shs	927,000	HKD 75.900	9,074,287.11	2.81
KYG618201092	Modern Dental Group	Shs	4,370,000	HKD 2.970	1,673,897.62	0.52
<b>Japan</b>					<b>87,243,170.87</b>	<b>26.99</b>
JP3105040004	Aiful	Shs	3,354,100	JPY 398.000	11,883,489.56	3.68
JP3639650005	Don Quijote Holdings	Shs	175,900	JPY 3,910.000	6,122,481.86	1.89
JP3699400002	Japan Airport Terminal	Shs	166,400	JPY 4,000.000	5,925,134.64	1.83
JP3206000006	Kakaku.com	Shs	511,600	JPY 2,090.000	9,518,351.36	2.95
JP3920930009	Mediaseek	Shs	519,000	JPY 475.000	2,194,552.01	0.68
JP3927550008	Morpho	Shs	44,300	JPY 8,090.000	3,190,341.39	0.99
JP3734800000	Nidec	Shs	131,500	JPY 7,701.000	9,014,835.09	2.79
JP3384600007	Shinmaywa Industries	Shs	547,000	JPY 798.000	3,885,752.44	1.20
JP3435000009	Sony	Shs	396,900	JPY 2,893.000	10,221,495.53	3.16
JP3351100007	Sysmex	Shs	76,700	JPY 7,040.000	4,806,765.48	1.49
JP3544000007	Teijin	Shs	3,272,000	JPY 392.000	11,417,848.40	3.53
JP3942800008	Yamaha Motor	Shs	543,800	JPY 1,872.000	9,062,123.11	2.80
<b>Macau</b>					<b>8,890,819.87</b>	<b>2.75</b>
KYG7800X1079	Sands China	Shs	2,185,000	HKD 31.550	8,890,819.87	2.75
<b>Malaysia</b>					<b>6,261,199.54</b>	<b>1.94</b>
MYL244500004	Kuala Lumpur Kepong	Shs	624,000	MYR 24.000	3,838,523.64	1.19
MYL440500006	Tan Chong Motors Holdings	Shs	1,768,000	MYR 2.340	1,060,392.16	0.33
MYL523000007	Tune Protect Group	Shs	3,937,000	MYR 1.350	1,362,283.74	0.42
<b>New Zealand</b>					<b>20,501,438.32</b>	<b>6.34</b>
NZERDE0001S5	Eroad	Shs	901,390	NZD 2.850	1,777,978.14	0.55
NZMFTE0001S9	Mainfreight	Shs	1,705,745	NZD 15.860	18,723,460.18	5.79
<b>Pakistan</b>					<b>7,881,652.82</b>	<b>2.44</b>
PK0065001015	Hub Power	Shs	7,899,000	PKR 104.500	7,881,652.82	2.44
<b>Singapore</b>					<b>3,552,667.73</b>	<b>1.10</b>
SG1T75931496	Singapore Telecommunications	Shs	1,259,000	SGD 3.800	3,552,667.73	1.10
<b>South Korea</b>					<b>68,386,496.77</b>	<b>21.15</b>
KR7039030002	Eo Technics	Shs	230,827	KRW 119,600.000	24,140,354.32	7.47
KR7005870001	Huneed Technologies	Shs	709,226	KRW 11,200.000	6,945,899.97	2.15
KR7010620003	Hyundai Mipo Dockyard	Shs	36,190	KRW 64,200.000	2,031,652.68	0.63
KR7095340006	ISC	Shs	144,473	KRW 25,600.000	3,234,093.04	1.00
KR7098460009	Koh Young Technology	Shs	466,000	KRW 40,800.000	16,625,393.49	5.13
KR7036570000	NCSOFT	Shs	25,900	KRW 253,500.000	5,741,211.96	1.78
KR7141000000	Viatron Technologies	Shs	237,700	KRW 26,450.000	5,497,695.87	1.70
KR7136540002	Wins	Shs	483,675	KRW 9,860.000	4,170,195.44	1.29
<b>Taiwan</b>					<b>22,424,692.77</b>	<b>6.93</b>
TW0005274005	ASPEED Technology	Shs	678,931	TWD 342.000	7,214,591.16	2.23
TW0002231008	Cub Elecparts	Shs	205,000	TWD 392.500	2,500,077.68	0.77
TW0008114000	Posiflex Technology	Shs	335,332	TWD 162.500	1,693,122.36	0.52
TW0005904007	Poya International	Shs	772,880	TWD 342.000	8,212,930.65	2.54
TW0004105002	TTY Biopharm	Shs	813,000	TWD 111.000	2,803,970.92	0.87
<b>Thailand</b>					<b>2,325,575.21</b>	<b>0.72</b>
TH0530010Z14	CH Karnchang	Shs	3,241,990	THB 25.250	2,325,575.21	0.72
<b>USA</b>					<b>11,644,764.54</b>	<b>3.60</b>
KYG114741062	Bizlink Holding	Shs	1,015,054	TWD 171.000	5,393,184.00	1.67
KYG6501M1050	Nexteer Automotive Group	Shs	6,044,000	HKD 8.020	6,251,580.54	1.93
<b>Vietnam</b>					<b>3,598,786.48</b>	<b>1.11</b>
VN000000MWG0	Mobile World Investment	Shs	1,062,500	VND 75,500.000	3,598,786.48	1.11

The accompanying notes form an integral part of these financial statements.

## Investment Portfolio as at 31/03/2016

ISIN	Securities	Shares/ Currency (in 1,000)/ Contracts	Holdings 31/03/2016	Price	Market Value in USD	% of Subfund assets
<b>Bonds</b>					<b>14,029,900.29</b>	<b>4.35</b>
<b>Bermuda</b>						
XS0507147725	5.2500 % Li & Fung USD Notes 10/20	USD	6,000.0 %	109.660	6,579,600.00	2.04
<b>Cayman Islands</b>					<b>4,066,195.00</b>	<b>1.26</b>
USG4672UAA37	7.6250 % Hutchison Whampoa International USD Notes 09/19	USD	3,500.0 %	116.177	4,066,195.00	1.26
<b>France</b>						
HK0000088796	3.0000 % Air Liquide Finance CNY Notes 11/16	CNH	22,000.0 %	99.515	3,384,105.29	1.05
<b>Investments in securities and money-market instruments</b>					<b>315,006,418.49</b>	<b>97.46</b>
<b>Deposits at financial institutions</b>					<b>16,362,858.34</b>	<b>5.07</b>
<b>Sight deposits</b>						
	State Street Bank GmbH, Luxembourg Branch	USD			16,085,968.61	4.98
	Cash at Broker and Deposits for collateralisation of derivatives	USD			276,889.73	0.09
<b>Investments in deposits at financial institutions</b>					<b>16,362,858.34</b>	<b>5.07</b>

Securities	Shares/ Currency (in 1,000)/ Contracts	Holdings 31/03/2016	Price	Unrealised gain/loss	% of Subfund assets	
<b>Derivatives</b>						
Holdings marked with a minus are short positions.						
<b>OTC-Dealt Derivatives</b>				<b>-79,638.26</b>	<b>-0.01</b>	
<b>Forward Foreign Exchange Transactions</b>				<b>-79,638.26</b>	<b>-0.01</b>	
Sold AUD / Bought USD - 29 Apr 2016						
	AUD	-305,288.00		-7,294.22	0.00	
Sold CNH / Bought USD - 29 Apr 2016						
	CNH	-330,921.00		-505.40	0.00	
Sold HKD / Bought USD - 29 Apr 2016						
	HKD	-5,270,516.00		-655.64	0.00	
Sold JPY / Bought USD - 28 Apr 2016						
	JPY	-136,884,680.00		-13,439.77	0.00	
Sold KRW / Bought USD - 29 Apr 2016						
	KRW	-997,982,599.00		-36,159.26	-0.01	
Sold NZD / Bought USD - 29 Apr 2016						
	NZD	-396,732.00		-12,893.09	0.00	
Sold MYR / Bought USD - 29 Apr 2016						
	MYR	-344,895.00		-5,619.46	0.00	
Sold SGD / Bought USD - 29 Apr 2016						
	SGD	-66,508.00		-1,326.02	0.00	
Sold THB / Bought USD - 29 Apr 2016						
	THB	-1,283,451.00		321.35	0.00	
Sold TWD / Bought USD - 29 Apr 2016						
	TWD	-15,345,779.00		-8,273.93	0.00	
Sold USD / Bought AUD - 29 Apr 2016						
	USD	-65,909.87		641.59	0.00	
Sold USD / Bought HKD - 29 Apr 2016						
	USD	-118,684.87		21.66	0.00	
Sold USD / Bought JPY - 28 Apr 2016						
	USD	-274,571.93		377.33	0.00	
Sold USD / Bought KRW - 29 Apr 2016						
	USD	-162,633.38		2,633.16	0.00	
Sold USD / Bought MYR - 29 Apr 2016						
	USD	-22,847.89		512.52	0.00	
Sold USD / Bought NZD - 29 Apr 2016						
	USD	-60,551.84		1,236.42	0.00	
Sold USD / Bought TWD - 29 Apr 2016						
	USD	-78,032.34		784.50	0.00	
<b>Investments in derivatives</b>				<b>-79,638.26</b>	<b>-0.01</b>	
<b>Net current assets/liabilities</b>				<b>USD</b>	<b>-8,131,211.94</b>	<b>-2.52</b>
<b>Net assets of the Subfund</b>				<b>USD</b>	<b>323,158,426.63</b>	<b>100.00</b>

Net asset values per share		
- Class A (USD) (distributing)	USD	92.99
- Class A (H-USD) (distributing)	USD	10.00
- Class AT (USD) (accumulating)	USD	101.72
- Class I (USD) (distributing)	USD	96.95
- Class IT (USD) (accumulating)	USD	111.02
- Class P (USD) (distributing)	USD	96.12
- Class AT (EUR) (accumulating)	EUR	159.40
- Class Ertrag Asien Pazifik A2 (EUR) (distributing)	EUR	87.14
- Class RT (EUR) (accumulating)	EUR	93.35
- Class R (GBP) (distributing)	GBP	110.04
- Class AT (SGD) (accumulating)	SGD	12.24
Shares in circulation		
- Class A (USD) (distributing)	Shs	2,019,846
- Class A (H-USD) (distributing)	Shs	343,160
- Class AT (USD) (accumulating)	Shs	676,217
- Class I (USD) (distributing)	Shs	127,975
- Class IT (USD) (accumulating)	Shs	135,085
- Class P (USD) (distributing)	Shs	137,136
- Class AT (EUR) (accumulating)	Shs	85,147
- Class Ertrag Asien Pazifik A2 (EUR) (distributing)	Shs	20
- Class RT (EUR) (accumulating)	Shs	10
- Class R (GBP) (distributing)	Shs	8
- Class AT (SGD) (accumulating)	Shs	782,349

## Statement of Operations

for the period from 01/10 resp. launch date to 31/03 resp. liquidation date (if any)

	2015/2016	2014/2015
	USD	USD
Interest on		
- bonds	376,933.27	1,046,691.19
- cash at banks	0.00	598.94
- swap transactions	0.00	0.00
- time deposits	0.00	0.00
Dividend income	1,485,970.84	5,524,449.97
Income from		
- investment funds	0.00	0.00
Other income	0.00	0.00
<b>Total income</b>	<b>1,862,904.11</b>	<b>6,571,740.10</b>
Interest paid on		
- bank liabilities	-3,367.39	-22,569.02
- swap transactions	0.00	0.00
- contracts for difference	0.00	0.00
Other interest paid	0.00	0.00
Performance fee	0.00	0.00
Taxe d'Abonnement	-76,749.51	-166,666.98
All-in-fee	-2,691,675.78	-6,489,612.74
Other expenses	0.00	0.00
<b>Total expenses</b>	<b>-2,771,792.68</b>	<b>-6,678,848.74</b>
Equalisation on net income/loss	-13,297.76	180,004.34
<b>Net income/loss</b>	<b>-922,186.33</b>	<b>72,895.70</b>
Realised gain/loss on		
- financial futures transactions	-175.95	160,865.31
- foreign exchange	-3,443,933.24	-19,436,601.61
- forward foreign exchange transactions	-101,558.98	1,287,637.37
- options transactions	0.00	0.00
- securities transactions	409,083.26	23,268,275.64
- CFD transactions	0.00	0.00
- swap transactions	0.00	0.00
Equalisation on net realised gain/loss	-71,919.04	541,466.52
<b>Net realised gain/loss</b>	<b>-4,130,690.28</b>	<b>5,894,538.93</b>
Changes in unrealised appreciation/depreciation on		
- financial futures transactions	0.00	70,293.47
- foreign exchange	191,131.40	-60,048.31
- forward foreign exchange transactions	-95,113.74	-176,943.09
- options transactions	0.00	0.00
- securities transactions	19,898,142.03	-26,291,076.86
- CFD transactions	0.00	0.00
- swap transactions	0.00	0.00
- TBA transactions	0.00	0.00
<b>Result of operations</b>	<b>15,863,469.41</b>	<b>-20,563,235.86</b>

## Statement of Net Assets

as at 31/03/2016 resp. liquidation date (if any)

	31/03/2016	30/09/2015
	USD	USD
Securities and money-market instruments (Cost price USD 262,934,599.39)	315,006,418.49	305,020,417.32
Time deposits	0.00	0.00
Cash at banks	16,362,858.34	9,754,886.16
Premiums paid on purchase of options	0.00	0.00
Upfront-payments paid on swap transactions	0.00	0.00
Interest receivable on		
- bonds	251,332.33	273,587.35
- time deposits	0.00	0.00
- swap transactions	0.00	0.00
Dividend receivable	957,185.85	637,885.94
Income from investment units receivable	0.00	0.00
Receivable on		
- subscriptions of fund shares	279,456.17	13,510.53
- securities transactions	0.00	0.00
Other receivables	0.00	0.00
Unrealised gain on		
- options transactions	0.00	0.00
- futures transactions	0.00	0.00
- contract for difference transaction	0.00	0.00
- TBA transactions	0.00	0.00
- swap transactions	0.00	0.00
- forward foreign exchange transactions	6,528.53	29,123.67
<b>Total Assets</b>	<b>332,863,779.71</b>	<b>315,729,410.97</b>
Liabilities to banks	0.00	0.00
Premiums received on written options	0.00	0.00
Upfront-payments received on swap transactions	0.00	0.00
Interest liabilities on swap transactions	0.00	0.00
Payable on		
- redemptions of fund shares	-9,125,997.94	-200,882.78
- securities transactions	-62.78	-270,676.12
Capital gain tax payable	0.00	0.00
Other payables	-493,125.57	-477,066.38
Unrealised loss on		
- options transactions	0.00	0.00
- futures transactions	0.00	0.00
- contract for difference transaction	0.00	0.00
- TBA transactions	0.00	0.00
- swap transactions	0.00	0.00
- forward foreign exchange transactions	-86,166.79	-13,648.19
<b>Total Liabilities</b>	<b>-9,705,353.08</b>	<b>-962,273.47</b>
<b>Net assets of the Subfund</b>	<b>323,158,426.63</b>	<b>314,767,137.50</b>

For additional information please refer to the section "Notes to the Financial Statements".

## Statement of Changes in Net Assets

for the period from 01/10 resp. launch date to 31/03 resp. liquidation date (if any)

	2015/2016	2014/2015
	USD	USD
Net assets of the Subfund at the beginning of the reporting period	314,767,137.50	429,302,864.65
Subscriptions	44,770,148.82	50,857,219.02
Redemptions	-49,034,659.24	-105,767,258.97
Distribution	-3,292,886.66	-198,937.11
Equalization	85,216.80	-1,100,692.90
Result of operations	15,863,469.41	20,028,033.79
<b>Net assets of the Subfund at the end of the reporting period</b>	<b>323,158,426.63</b>	<b>393,121,228.48</b>



## Statement of Changes in Shares

for the period from 01/10 resp. launch date to 31/03 resp. liquidation date (if any)

USD Shares	2015/2016						2014/2015	
	Class A Shares	Class A (H-USD) Shares	Class AT Shares	Class I Shares	Class A Shares	Class A (H-USD) Shares	Class AT Shares	Class I Shares
Number of shares in issue								
at the beginning of the reporting period	2,073,628	522,423	736,738	117,857	2,734,290	4,094	862,449	242,959
Number of shares								
-issued	127,328	41,907	46,866	10,517	164,011	342,772	92,331	9,962
-redeemed	-181,109	-221,170	-107,387	-400	-614,381	-141,847	-199,269	-48,933
Number of shares in issue								
at the end of the reporting period	2,019,847	343,160	676,217	127,974	2,283,920	205,019	755,511	203,988

USD Shares	2015/2016				2014/2015	
		Class IT Shares	Class P Shares		Class IT Shares	Class P Shares
Number of shares in issue						
at the beginning of the reporting period		154,207	138,119		171,073	189,598
Number of shares						
-issued		1,796	790		14,494	623
-redeemed		-20,917	-1,774		-18,216	-32,898
Number of shares in issue						
at the end of the reporting period		135,086	137,135		167,351	157,323

EUR Shares	2015/2016				2014/2015	
	Class AT Shares	Class Ertrag Asien Pazifik A2 Shares	Class RT Shares		Class AT Shares	Class Ertrag Asien Pazifik A2 Shares
Number of shares in issue						
at the beginning of the reporting period	24,075	20	10		23,965	0
Number of shares						
-issued	151,326	0	0		90,933	10
-redeemed	-90,254	0	0		-55,560	0
Number of shares in issue						
at the end of the reporting period	85,147	20	10		59,338	10

GBP Shares	2015/2016		2014/2015	
		Class R Shares		Class R Shares
Number of shares in issue				
at the beginning of the reporting period		8		0
Number of shares				
-issued		0		8
-redeemed		0		0
Number of shares in issue				
at the end of the reporting period		8		8

The accompanying notes form an integral part of these financial statements.

SGD Shares	2015/2016	2014/2015
	Class AT Shares	Class AT Shares
Number of shares in issue at the beginning of the reporting period	880,629	919,844
Number of shares		
-issued	8,810	130,873
-redeemed	-107,090	-230,227
<b>Number of shares in issue at the end of the reporting period</b>	<b>782,349</b>	<b>820,490</b>

For further information concerning launch dates and liquidation dates, please refer to the Performance Table on pages 5 to 34.