



For professional investors only (in Switzerland for qualified investors). Not for use by retail investors.

This is a marketing communication. Please refer to the fund's prospectus and Key Investor Information Document (KIID or KID) before making any final investment decision.

# Fund Guide abrdn SICAV I – Diversified Growth Fund

September 2023

## Key facts

# 10

asset classes in a differentiated portfolio.

# \$1bn+

assets across the suite of diversified assets funds

# 8

years managing the Fund.

## Why diversify?

Traditional investments like equities and bonds are experiencing some of the toughest conditions for decades. Inflation has soared while interest rates have been rising rapidly. Many believe that the resultant squeeze on the global economy will lead to weaker corporate earnings and declining equity prices.

Thankfully, there are many alternative investments with different drivers of returns. By investing in these assets, we aim to offer our clients resilient growth and income in numerous scenarios, including the current challenging economic climate.

## Why abrdn's Diversified Growth Fund?

The Fund has the freedom to invest across a broad range of traditional and alternatives asset classes. These include:

- social, digital, diversified, renewables and energy storage infrastructure
- student accommodation, retail, residential and healthcare property exposures
- music, healthcare and precious metals royalties
- litigation finance
- asset financing
- private equity and debt
- alternative forms of credit.

Many of these investments have inflation linkages embedded that can help mitigate the effects of high or rising inflation. Investing in a broad range of asset classes helps mitigate the extremes of performance that any one in isolation may experience.



# abrdn SICAV I – Diversified Growth Fund

## Investment objective

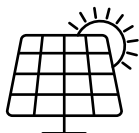
The Fund aims to achieve a combination of growth and income by actively managing allocations in investments in a broad range of global assets. The Fund aims to exceed the return on cash deposits (as currently measured by a benchmark of Euro Short Term Rate (ESTR)) by 5% per annum over rolling five year periods (before charges). There is, however, no certainty or promise that the Fund will achieve this level of return.

## Diversified sources of growth and income

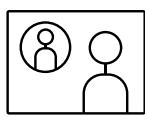
Our Diversified Assets team carefully research and select each investment, seeking diversified sources of income and growth to achieve the Fund's objective. As part of this broad-based research, they also consider relevant environment, social and governance (ESG) factors. That's because we believe that ESG factors can be financially material and can affect an asset's performance – either positively or negatively.

## What's in the portfolio?

Here, we detail a few of the investments that make up the portfolio.



**Renewable energy infrastructure** – this asset potentially benefits from inflation-linked subsidies as the world seeks to increase the breadth, availability and reliability of energy sources. With demand for energy pushing prices upward, the Fund also benefits from energy sales.

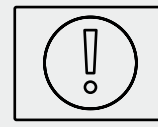


**Music royalties** – over 600 million people now listen to music via online streaming platforms, which have become a growing source of revenue within the music industry. By buying a share of songwriters' or publishers' music rights, investors can benefit from future royalty payments.

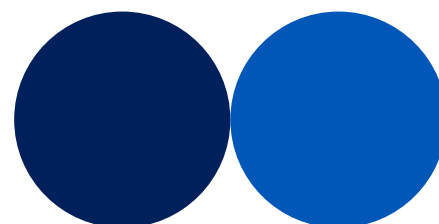


**Student accommodation** – demand in this sector has returned as students embrace the learning and social opportunities that university education provides. Through our investments, the Fund benefits from rents received.

## Risk factors you should consider before investing:



- The Fund invests in equity and equity related securities. These are sensitive to variations in the stock markets which can be volatile and change substantially in short periods of time.
- The Fund invests in securities which are subject to the risk that the issuer may default on interest or capital payments.
- The Fund invests in emerging market equities and / or bonds. Investing in emerging markets involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
- The Fund invests in mortgage and asset-backed securities (which may include collateralised loan, debt or mortgage obligations (respectively CLOs, CDOs or CMOs)). These are subject to prepayment and extension risk and additional liquidity and default risk compared to other credit securities.
- The Fund price can go up or down daily for a variety of reasons including changes in interest rates, inflation expectations or the perceived credit quality of individual countries or securities.
- Dividend payment policies of the REITs in which the fund invests are not representative of the dividend payment policy of the fund.
- The Fund invests in high yielding bonds which carry a greater risk of default than those with lower yields.
- The use of derivatives carries the risk of reduced liquidity, substantial loss and increased volatility in adverse market conditions, such as a failure amongst market participants. The use of derivatives may result in the fund being leveraged (where market exposure and thus the potential for loss by the fund exceeds the amount it has invested) and in these market conditions the effect of leverage will be to magnify losses.
- The shares of small and mid-cap companies may be less liquid and more volatile than those of larger companies.



# abrdrn SICAV I – Diversified Growth Fund

## Access via listed alternatives

The Fund accesses many of these assets through listed alternatives. These are listed companies that invest directly into the asset class, such as by buying a wind farm. Listed on major global stock exchanges, these companies can be bought or sold on a daily basis.

## Strong return potential

The team seeks investments that they believe have compelling valuation, risk and return characteristics. To achieve its aim, they complete six-monthly, long-term assessments of asset class returns, capturing the in-house views of our economists, strategists and investors. Those views reflect prevailing and forecast market conditions, as well as long-term structural drivers such as ESG factors. These views, combined with company-specific inputs, help the team assess the medium- to long-term returns they believe the Fund can achieve.

## How do we seek to reduce volatility?

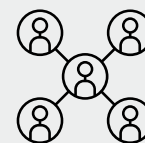
Managing risk is at the heart of the investment process. The Diversified Assets team uses risk models that help provide an independent assessment of risks within the portfolio. Additionally, analysis helps the team consider how the Fund might perform in various economic scenarios, providing the potential to refine portfolio positioning.

Our peer review process means that all research and proposals are thoroughly debated and challenged – ensuring our decision-making is robust. We believe this provides a reliable framework for portfolio construction.

The goal of this process is to deliver consistently lower levels of volatility and drawdowns compared with equities.

## Why invest with abrdrn?

**Highly experienced team** – we've managed the Fund since 2016, harnessing 30 years of multi-asset expertise.



**Global resources** – the team is able to utilise the research and insights of our 700+ investment professionals around the world. This includes a variety of investment experts, covering both traditional and listed assets.



**Well-established process** – we're active managers, applying our rigorous and consistent process to ensure our clients have access to our best investment ideas.



**Strong ESG credentials** – our Diversified Assets team leverages the top-down, thematic insights of abrdrn's 30-strong Sustainability team. We also have on-desk ESG specialists providing additional insights.



## Fund info

Fund Manager(s)	Diversified Assets Team
Launch Date	13 June 2016
Fund Size	EUR 224.5m
Number of holdings	915

Source: abrdrn 30 June 2023.



## Important Information

**The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. Past performance is not a guide to future results.**

The fund is a sub-fund of abrDN SICAV I a Luxembourg-domiciled UCITS fund, incorporated as a Société Anonyme and organized as a Société d'Investissement à Capital Variable (a "SICAV").

**In Spain**, abrDN SICAV I has been registered with the Comisión Nacional del Mercado de Valores under the number 107.

**In the United Kingdom:** Deemed authorised and regulated by the Financial Conduct Authority. Details of the Temporary Permissions Regime, which allows EEA-based firms to operate in the UK for a limited period while seeking full authorisation, are available on the Financial Conduct Authority's website. Under Luxembourg law, there is no compensation scheme available to UK investors in funds managed by such firms, which includes this fund.

The fund has been authorised for public sale in certain jurisdictions and private placement exemptions may be available in others. It is not intended for distribution or use by any person or entity that is a citizen or resident of or located in any jurisdiction where such distribution, publication or use would be prohibited.

The information contained in this marketing material is intended to be of general interest only and should not be considered as an offer, investment recommendation or solicitation to deal in the shares of any securities or financial instruments. Subscriptions for shares in the fund may only be made on the basis of the latest prospectus, relevant Key Investor Information Document (KIID) and, in the case of UK investors, the Supplementary Information (SID) for the fund which provides additional information as well as the risks of investing. These may be obtained free of charge from the Fund Management company Aberdeen Standard Investments Luxembourg S.A. 35a, Avenue J.F. Kennedy, L-1855 Luxembourg or the local paying agents detailed below. All documents are also available on [abrDN.com](http://abrDN.com). Prospective investors should read the prospectus carefully before investing. The Fund Management company may terminate arrangements for marketing the fund under the Cross-border Distribution Directive denotification process.

**In Switzerland** these documents along with the fund's articles of association can be obtained from the fund's Representative and Paying Agent, BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, CH 8002 Zürich, Switzerland (Tel. 058 212 63 77). These documents and the articles of incorporation are available in English/Italian/German/French free of charge on [abrDN.com](http://abrDN.com). **In Italy** these documents can be obtained from one of the Paying Agents listed in the prospectus of the fund. **In Germany** these documents can be obtained from the Paying Agent Marcard, Stein & Co. AG, Ballindamm 36, D-20095 Hamburg. **In Austria** from the Fund's Representative and Paying Agent Raiffeisen Zentralbank Österreich Aktiengesellschaft, Am Stadtpark 9, A-1030 Wien. **In Belgium**, these documents can be obtained from the Fund's Paying Agent, BNP Paribas Securities Services, Succursale de Bruxelles, 489, Avenue Louise, 1050 Bruxelles. In Belgium, these documents can be obtained from the Fund's Paying Agent, BNP Paribas Securities Services, Succursale de Bruxelles, 489, Avenue Louise, 1050 Bruxelles.

**United Kingdom (UK):** Issued by abrDN Investments Luxembourg S.A. 35a, Avenue J.F. Kennedy, L-1855 Luxembourg. No.120637. Authorised in Luxembourg and regulated by CSSF.

**Austria, Belgium, Finland, Germany, Ireland, Italy, Luxembourg, Netherlands, Portugal, Spain and Sweden:** Issued by abrDN Investments Luxembourg S.A. 35a, Avenue J.F. Kennedy, L-1855 Luxembourg, RCS No.B120637. Authorised in Luxembourg and regulated by CSSF.

**Switzerland:** Issued by abrDN Investments Switzerland AG. Registered in Switzerland (CHE-114.943.983) at Schweizergasse 14, 8001 Zürich.

For more information visit [abrDN.com](http://abrDN.com)

GB-090822-178982-1

**abrDN.com**

STA0822614938-001