



# PIMCO 100% Capital Protection

Investment Idea :  
12 April 2021

## Structuration : 100% Capital Protection

Maturity: **5Y**

Underlying's:

- **PIMCO GIS-INCOME FUND-EEHA**

Currency: **USD**

Participation Level: **100%**

Capital Protection Level: **100%**

## Overview

We believe that timing is very interesting to invest in the credit market through one of the best and most reputable team in the world: PIMCO.

We have designed a very conservative structuring with a guaranteed capital and 100% participation in their star fund: PIMCO GIS INCOME (69bn\$).

**“The best and most  
reputable team in the  
world”**

## Why Now ?

The performance of the equity (SPX 500 + 10,39%) and credit market (Boxx \$ Investment Grade - 5%), this is an opportune C

3 points support our analysis:

### 1. An attractive valuation:

A major correction in corporate bonds, which have returned to attractive valuations.

As an example, the Boxx \$ Investment Grade is still down 5% since the beginning of the year.

### 2. An economic recovery underway and fundamentals now stronger:

Most of the risk of default and downgrade is behind us and several quarters of economic recovery are ahead.

### 3. Support for the credit market by large flows of long-term investors:

The large fall in bond market and rally in stocks in the first three months of the year have pushed some investors mainly Insurers and pension funds to rebalance some parts of their portfolio from equity to credit. According to Deutsche Banck the inflow could amount to 170 bn \$ over time.

**“Time to rebalance portfolios from equity to credit”**



## Which investment vehicles?

### The PIMCO GIS Income Fund

The Income Fund is an actively managed portfolio that invests in a broad range of fixed income securities with the objective of generating an attractive level of return while maintaining a relatively low risk profile.

Its secondary objective is to generate capital appreciation.

This fund is designed for investors seeking a competitive and consistent level of income without compromising long-term capital appreciation. It aims to generate a competitive monthly dividend while maintaining a focus on the total return objective.

To do so, the fund leverages PIMCO's best ideas for income generation across all global bond sectors and meets an explicit mandate for risk factor diversification. The fund provides daily liquidity.

The Fund invests in income bonds using a global approach.

It targets various segments of the global bond market, and employs PIMCO's analytical skills and sector expertise to mitigate the risks associated with investing in high-income securities.

This approach aims to deliver consistent income over the long term.



## Which Structuration?

**100% capital protected at maturity and 100% Participation.**

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- Currency: **USD**
- Participation Level: **100%**
- Capital Protection Level: **100%**