

31 August 2021

Fund Objective

To outperform (after deduction of costs) the J.P. Morgan GBI-EM Global Diversified Index unhedged in sterling by 0.6% per annum over rolling three-year periods.

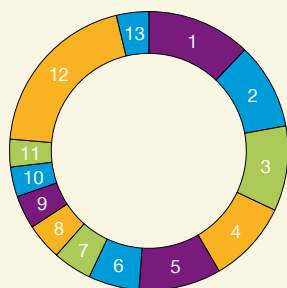
The manager believes this is an appropriate target given the investment policy of the Fund and the approach taken by the manager when investing. In addition, the manager believes an appropriate performance comparison for this Fund is the Investment Association Global Emerging Markets Bonds Sector - Local Currency.

There is no guarantee that this objective will be achieved over any time period and actual investment returns may differ from this objective, particularly over shorter time periods.

Key Information

Fund Managers	Sally Greig / Yannis Lykouris
Launch Date	25 June 2008
Fund Size	£290.45m
IA Sector	Global Emerging Markets Bond - Local Currency

Geographic Analysis of Total Assets



1	China	12.1%
2	Indonesia	10.0%
3	Thailand	9.9%
4	Brazil	9.6%
5	South Africa	9.5%
6	Peru	5.9%
7	Mexico	4.5%
8	Romania	4.3%
9	Ukraine	3.9%
10	Egypt	3.5%
11	Russia	3.2%
12	Others	19.9%
13	Cash & Derivatives	3.7%

A negative cash position may sometimes occur due to obligations awaiting settlement.

Performance

Periodic Performance

	6 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)
Class B-Inc (%)	1.0	1.5	2.9	0.9
Index (%)*	2.3	1.3	3.8	2.2
Target (%)**	2.6	1.9	4.4	2.8
Sector Average (%)***	1.6	1.5	3.6	1.6
Sector Ranking	26/34	16/31	19/27	18/23

Performance source: StatPro, FE, JP Morgan, total return in sterling.

*JPM GBI-EM Global Diversified Index unhedged in sterling.

**JPM GBI-EM Global Diversified Index unhedged in sterling +0.6%.

***IA Global Emerging Markets Bonds Sector – Local Currency.

Investment Proposition

The Fund invests predominantly in local currency emerging market bonds. We aim to add value by investing in a broad range of positions while controlling overall risk versus the benchmark. We make use of derivatives to take active positions and to manage unwanted risks. Active currency management is an important part of our strategy. The Fund is managed by active investors focusing on the fundamental attractiveness of individual countries and markets. It is invested with a longer time horizon; this is reflected in the way we closely manage the diversity of the portfolio and the scale of positions.

Top Ten Physical Bond Holdings*

Holdings	% of Total Assets
1 China Development Bank 3.09% 8/06/2030	6.7
2 Romania 3.65% 24/09/2031	4.3
3 Indonesia 8.375% 15/03/2034	3.1
4 Brazil 0% 01/07/2023	2.9
5 Thailand 1.25% IL 12/03/2028	2.8
6 Peru 5.4% 12/08/2034	2.5
7 Mexico 7.75% 23/11/2034	2.4
8 Brazil 10% 01/01/2023	2.4
9 Brazil 0% 01/01/2024	2.4
10 Russia 8.5% 17/09/2031	2.3
Total	32.0

*The Fund also holds derivative positions including interest rate swaps and currency forward contracts.

Total may not sum due to rounding.

Charges and Yield

	Initial Charge	Ongoing Charge	Distribution Yield	Underlying Yield
Class B-Inc (%)	0.00	0.53	6.00	5.40
Class B-Acc (%)	0.00	0.54	6.00	5.40

The ongoing charge figure is at the latest annual or interim period.

Annual Discrete Performance

	30/06/16-30/06/17	30/06/17-30/06/18	30/06/18-30/06/19	30/06/19-30/06/20	30/06/20-30/06/21
Class B-Inc (%)	11.0	-8.2	10.9	-0.5	-3.5
Index (%)*	9.5	-3.9	13.1	0.1	-4.7
Target (%)**	10.2	-3.3	13.7	0.7	-4.1
Sector Average (%)***	9.4	-5.3	11.4	-1.1	-3.0

Additional Fund Information

The Fund is a sub-fund of the Baillie Gifford Bond Funds ICVC (Investment Company with Variable Capital) which is an umbrella Open-Ended Investment Company. Its Authorised Corporate Director ('ACD') is Baillie Gifford & Co Limited.

The Distribution Yield reflects the annualised income of the Fund (calculated in accordance with relevant accounting standards) as a percentage of the mid-market share price of the Fund (excluding tax) as at the date shown. It is based on a snapshot of the portfolio on that day.

The Underlying Yield reflects the annualised income net of expenses of the Fund (calculated in accordance with relevant accounting standards) as a percentage of the mid-market share price of the Fund (excluding tax) as at the date shown. It is based on a snapshot of the portfolio on that day.

The Distribution yield is higher than the Underlying Yield because the Fund's expenses are charged to capital. This has the effect of increasing distributions and constraining the Fund's capital performance.

The ongoing charges figure is based on the expenses for the financial year and may vary from year to year. It excludes the cost of buying and selling assets for the Fund although custodian transaction costs are included. Further explanation of all the charges and costs relating to this Fund can be found in the Enhanced Disclosure of Fund Charges and Costs document which is available through our website, bailliegifford.com.

Further Information

Any comments expressed in this factsheet should not be taken as a recommendation or advice.

This factsheet does not provide you with all the facts that you need to make an informed decision about investing in the Fund. You need to read the associated Key Investor Information Document and Supplementary Information Document and decide whether to contact an authorised intermediary.

This factsheet has been issued and approved by Baillie Gifford & Co Limited (Financial Services Register 119179), which is wholly owned by Baillie Gifford & Co (Financial Services Register 142597), both of which are authorised and regulated by the Financial Conduct Authority of 12 Endeavour Square, Stratford, London, E20 1JN.

Target Market

This Fund is suitable for all investors seeking a Fund that aims to deliver income and seeks opportunities for capital growth over a medium- or long-term investment horizon. The investor should be prepared to bear losses. This Fund is compatible for mass market distribution. This Fund may not be suitable for investors seeking capital protection and investing for less than three years.

Risk Warnings

Investment markets can go down as well as up and market conditions can change rapidly. The value of an investment in the Fund, and any income from it, can fall as well as rise and investors may not get back the amount invested.

The specific risks associated with the Fund include:

- Custody of assets, particularly in emerging markets, involves a risk of loss if a custodian becomes insolvent or breaches duties of care.
- The Fund invests in emerging markets where difficulties in trading could arise, resulting in a negative impact on the value of your investment. The Fund's investment in frontier markets may increase this risk.
- Bonds issued by companies and governments may be adversely affected by changes in interest rates, expectations of inflation and a decline in the creditworthiness of the bond issuer. The issuers of bonds in which the Fund invests, particularly in emerging markets, may not be able to pay the bond income as promised or could fail to repay the capital amount.
- The Fund has exposure to foreign currencies and changes in the rates of exchange will cause the value of any investment, and income from it, to fall as well as rise and you may not get back the amount invested.
- Derivatives may be used to obtain, increase or reduce exposure to assets and may result in the Fund being leveraged. This may result in greater movements (down or up) in the price of shares in the Fund. It is not our intention that the use of derivatives will significantly alter the overall risk profile of the Fund.
- The Fund's share price can be volatile due to movements in the prices of the underlying holdings and the basis on which the Fund is priced.
- Expenses are taken from the Fund's capital. This will reduce the capital value of the Fund. The figure for the current financial period has not yet been determined.

Further details of the risks associated with investing in the Fund can be found in the Key Investor Information Document, copies of which are available at bailliegifford.com, or the Prospectus which is available by calling the ACD.

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Contact Us

For further information about the Fund or Baillie Gifford's range of OEICs, please contact us at the below address, call our Client Relations Team on 0800 917 2113 or 0131 275 3499 (your call may be recorded for training or monitoring purposes), visit our website at bailliegifford.com or email crallenquiries@bailliegifford.com.

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