Manulife Investment Management

Manulife Absolute Return Rates Fund

30 September 2020

Class W GBP Acc

THE FUND

This fund provides exposure to G10 sovereign bonds, FX and derivatives[1] of these markets and seeks to generate positive, stable absolute returns on a rolling 12 month basis[2].

The fund employs a pragmatic long/short approach to enhance and diversify fixed income exposure by investing in uncorrelated sources of alpha. Constructed with high-quality, liquid instruments, the fund uses shorter-term trading strategies to support longer-term fundamental macro views within a real-time risk management discipline.

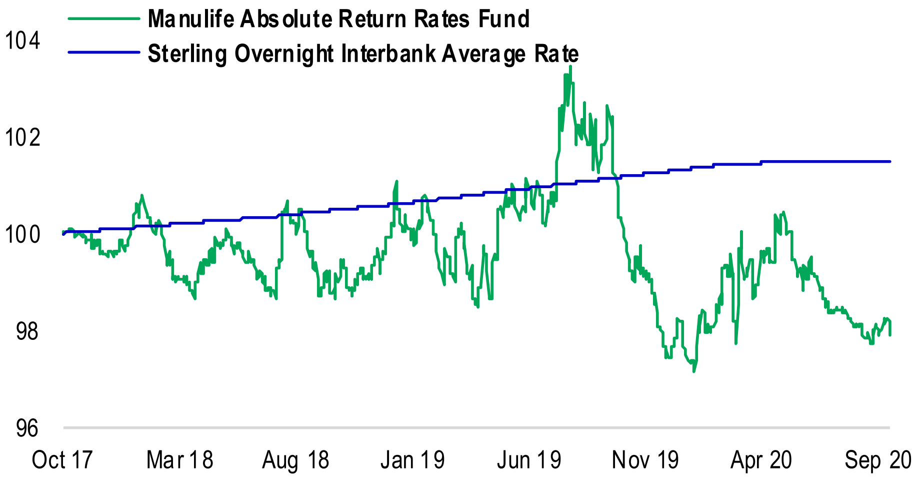
Potential Benefits

- Aims to target 4-6% tracking error
- Market agnostic
- No exposure to corporate credit or emerging market debt
- Low correlation to bond and equity markets
- Aggressive management of downside risk
- Daily liquidity

To obtain our prospectus, KIID and any additional information please visit our website: www.manulifeim.com/institutional

PERFORMANCE

Fund: Class W GBP Acc total return in GBP net of fees, as at 30 September 2020.
Performance History (from share class inception, rebased to 100)



Returns

% total return	1 Mth	3 Mths	YTD	1 yr	2 yrs p.a.	SI p.a.
Fund	0.1	-1.0	-0.4	-3.9	-0.5	-0.7
Index	0.0	0.0	0.2	0.4	0.5	0.5

Monthly Returns

	% total return	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	Fund	0.2	0.9	-0.2	0.3	0.0	-0.6	-0.5	-0.6	0.1	–	–	–	-0.4
2020	Index	0.1	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	–	–	–	0.2
2019	Fund	0.1	-1.0	0.8	-0.8	1.8	-0.5	1.2	0.6	-0.4	-2.4	-0.7	-0.5	-1.9
2019	Index	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.7
2018	Fund	0.8	-0.2	-1.1	0.2	0.8	-0.6	-0.8	1.9	1.9	0.4	-0.2	1.0	0.5
2018	Index	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.1	0.1	0.1	0.1	0.6

FUND FACTS

Investment Team

Investment Team	Years of experience
Grant Peterkin	21
David Rule	19
Elina Theodorakopoulou	12

Fund Information

Inception Date	31 October 2017
Base Currency	GBP
Index	Sterling Overnight Interbank Average Rate (SONIA)
Fund Size	GBP 22.1m
Domicile	Ireland
Umbrella	Manulife Investment Management II ICAV
Dealing Deadline	4pm Dublin Time (daily)

Share Class Information

Class W GBP Acc

IMF	0.75%
OCF	1.00%
ISIN	IE00BYWH0J54
Minimum investment	GBP 100,000
Share class inception	31 October 2017

Other Classes

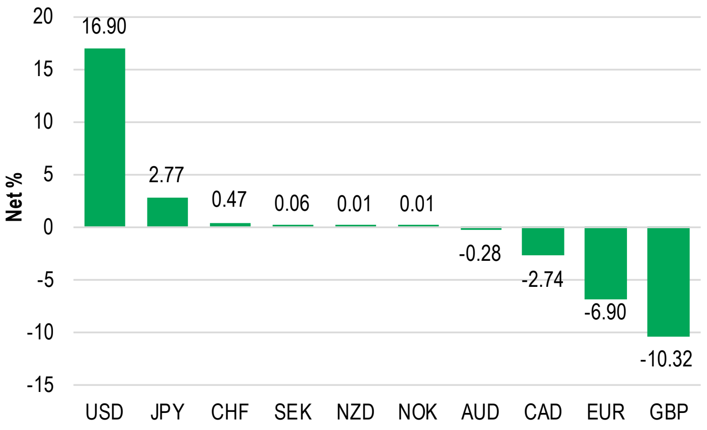
Other share classes with different fees and minimum investment levels are available; for more details please see the fund's prospectus, available on our website manulifeam.com
IMF: Investment management fee
OCF: Ongoing charges figure (total expenses p.a.)

Notes
1. **Investing in derivative instruments involves risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments and, in a down market, could become harder to value or sell at a fair price.**
2. This is an internal target which is subject to change without notice. There is no guarantee this target will be met.

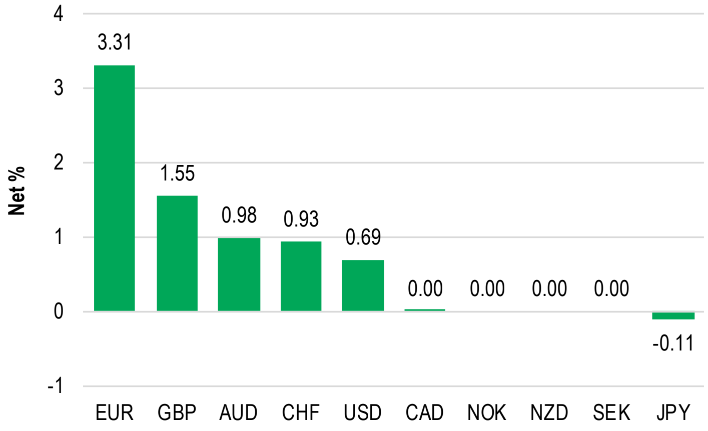
Past performance is not indicative of future results. The fund's investment return and principal value will change with market conditions and you may have a gain or loss when you sell your shares. Changes in exchange rates may have an adverse effect. Performance data source: Manulife Investment Management. Current performance may differ from figures shown.

PORTFOLIO

Current Positioning (%)

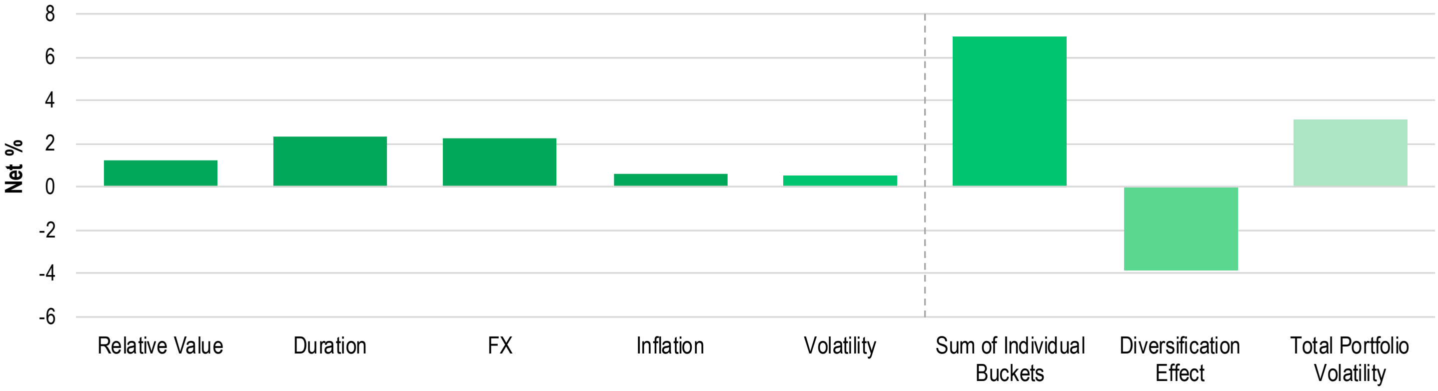


Modified Duration by Currency (%)



Risk Taken by Independent Risk Buckets

Risk Mitigated by Diversification



Source: Barclays POINT and Manulife Investment Management

FIND OUT MORE

manulifeim.com/institutional **dublin_funds@manulifeam.com**

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The Fund is a sub-fund of Manulife Investment Management II ICAV, which is an open ended umbrella ICAV with segregated liability between its sub-funds. Manulife Investment Management II ICAV is authorised and regulated by the Central Bank of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 as amended ("UCITS").

The fund is not registered in every jurisdiction and this material and any related materials may not be distributed or published in any jurisdiction where it would be contrary to local law or regulation. Please see www.manulifeim.com/institutional for more information including where this fund is registered for sale.

Any decision to invest in this Fund should be based upon a review of the terms of the prospectus, including the relevant supplement, the relevant KIID and the latest annual and semi-annual accounts which are available in English at the website listed above.

The Representative in Switzerland is ARM Swiss Representatives SA, Route de Cité-Ouest 2, 1196 Gland. The Paying Agent in Switzerland is Banque Cantonale de Genève, Quai de l'Ile 17, 1204 Geneva.. The prospectus, the KIID documents, the articles of association, as well as the semi-annual and annual reports can be obtained upon request and free of charge from the Representative in Switzerland.

Risk

All investments involve risk, including the possible loss of principal. There is no guarantee investment objectives will be met. Past performance is not indicative of future results.

The fund will invest in derivatives which involves risk greater than the risks associated with investing directly in securities and other traditional investments. In a down market these instruments could become harder to value and sell at a fair price. Derivatives transactions, including futures and options, are complex and carry a high degree of risk.

There is a risk of a loss when trading futures and options. They are intended for sophisticated investors and are not suitable for everyone.

The use of leverage magnifies both the favourable and unfavourable effects of price movements in the investments made by a fund. To the extent that a fund is leveraged in its investment operations, a fund will be subject to substantial risk of loss. No investment strategy or risk management strategy techniques can guarantee returns or eliminate risks in any market environment.

Portfolio characteristics including holdings, sector weightings and market capitalisation are subject to change at any time. Current and future holdings are subject to risk. Ongoing market volatility can dramatically impact short term returns. This information does not constitute, and should not be construed as, investment advice or recommendations with respect to the securities and sectors listed. Manulife Investment Management does not provide legal or tax advice, and you are encouraged to consult your own lawyer, accountant, or other adviser before making any financial decision. All material is compiled from sources believed to be reliable and correct but accuracy cannot be guaranteed.