News Release

IMPORTANT INFORMATION FOR HONG KONG INVESTORS

- The Fund invests primarily in Fallen Angels, which are sub-investment grade Debt and Debt-Related Securities that were previously rated as investment grade.
- The Fund investment portfolio may fall in value and there is no guarantee of the repayment of principal.
- The Fund's investments are concentrated in the United States. The value of the Fund may also be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the United States.
- The Fund invests primarily in debt securities rated below investment grade or unrated. Such securities are generally subject to lower liquidity, higher volatility and greater risk of loss of principal and interest than highrated debt securities.
- In general, the prices of debt securities fall when interest rates rise. The value of the Fund may be affected by substantial adverse movements in interest rates and inflation.
- The Fund may invest in Rule 144A bonds and Reg S bonds and may be subject to a higher price volatility and lower asset liquidity. It may be relatively more difficult to dispose of such investments within the desired time limit.
- The Fund may invest in financial derivative instrument (FDI) and may use FDI for investment, hedging and efficient portfolio management (EPM) purpose. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the counter transaction risk. The leverage element/ component of a derivative can result in a loss significantly greater than the amount invested in the derivative by the Fund.
- The fund may invest in debt instruments with loss absorption features (LAP) which are subject to greater risk on liquidity, valuation and sector concentration.
  compared to traditional debt instruments.
- The Fund may pay dividend effectively out of capital which amounts to a return or withdrawal of part of an investor's original investment or from any capital gains.
- attributable to that original investment. Any such distributions may result in an immediate reduction of Net Asset Value per share.
- Investor should not rely solely on this document to make investment decision. Please read the offering documents carefully for further details including risk factors.

BNY Investments Adds Systematic Fallen Angels Fund In Hong Kong

First of Its Kind in the Hong Kong Retail Market

Hong Kong, September 19, 2024: BNY Investments, part of The Bank of New York Mellon Corporation ("BNY") (NYSE:BK), a global financial services company, today announces the launch of the BNY Mellon Efficient US Fallen Angels Beta Fund ("the Fund"), the first retail registered fallen angel fund in Hong Kong.

Managed by Insight Investment (Insight), an $838.1bn global asset manager with $252.6bn under management in fixed income assets,[1]the Fund invests in fallen angels, an asset class comprised of former investment grade companies that have been downgraded to sub-investment grade. The strategy seeks to

[1] As at 30 June 2024. Assets under management (AUM) are represented by the value of cash securities and other economic exposure managed for clients. Figures shown in USD. FX rates as per WM Reuters 4pm spot rates. Reflects the AUM of Insight, the corporate brand for certain companies operated by Insight Investment Management Limited (IIML). Insight includes, among others, Insight Investment Management (Global) Limited (IIMG), Insight Investment International Limited (IIIL), Insight Investment Management (Europe) Limited (IIMEL) and Insight North America LLC (INA), each of which provides asset management services.

exploit market structural inefficiencies and relative value mispricing opportunities, as well as enhance liquidity through "credit portfolio trading", a more liquid alternative to traditional over-the-counter (OTC) trading.

The Fund aims to generate a return in excess of its benchmark[2] with levels of volatility similar to the benchmark over the medium to long-term before fees and expenses.

"The Fund seeks to take advantage of the technical dislocation that occurs when bonds are downgraded from investment grade (IG) to sub-investment grade, which can cause passive and active investment grade investors to become 'forced sellers' of fallen angel bonds," says **Paul Benson, Head of Systematic Fixed Income at Insight,** "Opportunities are created during these periods of high downgrade activity because spreads often widen disproportionately during the month of the downgrade relative to peers and to fair value. The weakening economic backdrop suggests we may soon approach a sweet spot for fallen angels, with potential for $30bn to $50bn of new fallen angels over the next 12 months as the economy moderates." [3]

"We are excited to offer this strategy, which is the first fallen angels fund available to Hong Kong retail investors," says **Sharon Ko, Head of Hong Kong Retail Distribution, BNY Investments,** "The Fund presents compelling opportunities to potentially achieve attractive risk-adjusted returns through capturing mispricing opportunities in the sub-investment grade market, strengthening the resilience of investor portfolios in a low growth environment."

ENDS

Contact:

Florence Chan
BNY Investments
florence.chan@bny.com

Anneliese Diedrichs
BNY Investments
anneliese.diedrichs@bny.com

About Insight Investment

Insight Investment is a leading asset manager focused on designing investment solutions to meet its clients' needs. Founded in 2002, Insight's collaborative approach has delivered both investment performance and growth in assets

[2] The Bloomberg Barclays US HY Fallen Angel 3% Cap Total Return Index Value Unhedged (the "Benchmark").

[3] Any projections or forecasts contained herein are based upon certain assumptions considered reasonable. Projections are speculative in nature and some or all of the assumptions underlying the projections may not materialize or vary significantly from the actual results. Accordingly, the projections are only an estimate.

under management. Insight managed $838.1bn[1] of assets as at 30 June 2024[1] across its core liability-driven investment, risk management, full-spectrum fixed income, currency and absolute return capabilities. Insight Investment is owned by BNY, a global leader in investment management and investment services with USD$2.0 trillion in assets under management.

More information about Insight Investment can be found at: https://www.insightinvestment.com.

About BNY
BNY is a global financial services company that helps make money work for the world – managing it, moving it and keeping it safe. For 240 years BNY has partnered alongside clients, putting its expertise and platforms to work to help them achieve their ambitions. Today BNY helps over 90% of Fortune 100 companies and nearly all the top 100 banks globally to access the money they need. BNY supports governments in funding local projects and works with over 90% of the top 100 pension plans to safeguard investments for millions of individuals, and so much more. As of June 30, 2024, BNY oversees $49.5 trillion in assets under custody and/or administration and $2.0 trillion in assets under management.

BNY is the corporate brand of The Bank of New York Mellon Corporation (NYSE: BK). Headquartered in New York City, BNY employs over 50,000 people globally and has been named among Fortune's World's Most Admired Companies and Fast Company's Best Workplaces for Innovators. Additional information is available on www.bny.com. Follow on LinkedIn or visit the BNY Newsroom for the latest company news.

BNY Investments is one of the world's largest asset managers, managing almost $2 trillion across a range of traditional and alternative assets through seven specialist investment firms — ARX Investimentos, Dreyfus, Insight Investment, Mellon Investments Corporation, Newton Investment Management, Siguler Guff & Company, and Walter Scott & Partners. For more information, visit im.bnymellon.com.

News Release

Important information

This material is for retail investors and is not intended as investment advice. Investment involves risk. Past performance is not a guide to future performance. The offering document of the fund(s) and the Key Facts Statements (KFS) should be read for further details including the risk factors, in particular (where relevant) those associated with investments in emerging markets or using financial derivative instruments for investment purposes. Past performance information presented is not indicative of future performance. Investment returns may be exposed to exchange rate fluctuations. The value of investments may go down or up. This document has not been reviewed by the Securities and Futures Commission. You should not rely on this document alone to make investment decisions. If you are in any doubt about any of the contents of this document, you should obtain independent professional advice. This document may not be used for the purpose of an offer or solicitation in any jurisdiction or in any circumstances in which such offer or solicitation is unlawful or not authorised. This material should not be published or distributed without due authorization from issuer. No warranty is given as to the completeness of this information and no liability is accepted for omissions in such information. The Fund is a sub-fund of BNY Mellon Global Funds, plc (BNY MGF), an open-ended investment company with variable capital (ICVC) with segregated liability between sub-funds. Incorporated with limited liability under the laws of Ireland and authorised by the Central Bank of Ireland as a UCITS fund. The Fund may not be registered for sale in some markets.
In Hong Kong, the issuer of this document is BNY Mellon Investment Management Hong Kong Limited, which is registered with the Securities and Futures Commission (Central Entity Number: AQI762). This document has not been reviewed by the Securities and Futures Commission. Information in this document is subject to change without notice. To the extent permitted by applicable laws, rules, codes and guidelines, BNY Mellon Investment Management Hong Kong Limited accepts no liability whatsoever whether direct or indirect that may arise from the use of or reliance on the information contained in this document. The information has been provided without taking into account the investment objective, financial situation or needs of any particular person. To the extent permitted by applicable laws, rules, codes and guidelines, BNY Mellon Investment Management Hong Kong Limited and its affiliates are not responsible for any subsequent investment advice given based on the information supplied. BNY Mellon Investment Management Hong Kong Limited and any other BNY Mellon entity mentioned are ultimately owned by The Bank of New York Mellon Corporation.