cpr asset management

Key Investor Information

This document provides key investor information about this Fund. It is not a marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

CPR Focus Inflation - I

ISIN code: (C) FR0010838722

UCITS in the form of a Fonds Commun de Placement (FCP) Fund

This Fund is managed by CPR Asset Management, an Amundi group company

Objectives and Investment Policy

Classification by the French Market Regulator (AMF): Bonds and other international debt securities.
By subscribing to CPR Focus Inflation - I, you are investing in a bond portfolio which aims to benefit from the rise in inflation expected on the global markets (primarily those in the eurozone and the United States) while hedging a possible rise in interest rates.
The management objective consists of outperforming the 50% Markit iBoxx USD breakeven 10-Year Inflation (EUR) Hedged + 50% iBoxx EUR Breakeven 10 year Inflation France & Germany Index.
This index is published by Markit and information concerning its composition and calculation is available online at https://www.markit.com.
To achieve this, the management team will implement active management by purchasing inflation-indexed bonds while selling nominal rates. This hedging will be achieved through the use of derivative instruments. This strategy may also be pursued through the use of inflation derivatives. Thus, sensitivity to implied inflation will be managed within a [+5; +15] range.
Implied inflation is the yield spread between nominal and real interest rates (of the same issuer and with the same maturity) and it reflects market inflation expectations for a given maturity.
Holding a position in implied inflation is the same as holding an inflation-indexed bond that is hedged against nominal rates and has the same maturity and the same issuer, or an identical strategy pursued through the use of inflation derivatives.
Your Fund seeks to benefit from an expected rise in inflation. However, if inflation expectations (implied inflation) worsen on the markets, this will cause a fall in the net asset value, which will be particularly sharp given the high level of sensitivity to implied inflation.
The allocation choices related to the exposures to inflation by geographic areas and by maturity will be made based on the management team’s market forecasts and on technical criteria.
The Fund is invested in interest rate products, particularly in inflation-indexed bonds of any maturity, issued or guaranteed by OECD countries and denominated in currencies of OECD countries, and in eurozone and/or United States government securities, denominated in euros or US dollars. The Fund will hold securities categorised as “Investment Grade” at the time of their acquisition, i.e. those with ratings greater than or equal to BBB- [Source S&P/Fitch] or Baa3 [Source Moody’s] or deemed equivalent based on the criteria used by the Management Company.
In its risk and credit category assessment, the Management Company relies on its teams and on its own methodology, which incorporates, among other factors, the ratings issued by the major rating agencies.
The EUR exchange-rate risk will be systematically hedged.
The portfolio’s level of exposure to inflation and its allocation by geographic area and maturity segment may deviate from that of the benchmark index.
The sensitivity of the portfolio, an indicator that measures the impact of the change in interest rate on performance, varies within a [-2; +2] range.
Derivative financial instruments or temporary acquisitions and sales of securities may be used for hedging and/or exposure purposes.
CPR Focus Inflation - I has a recommended term of investment of more than 3 years.
CPR Focus Inflation - I accumulates its net profit and net capital gains realised.
You may redeem your units at each net asset value, calculated on a daily basis in accordance with the terms specified in the prospectus.

Risk and reward profile

Lower risk, Higher risk,

typically lower rewards typically higher rewards

1	2	**3**	4	5	6	7

This Fund's risk level reflects its European equities investment theme in a global universe hedged in euro.

- Historical data used to calculate the digital risk indicator may not be a reliable indicator of the future risk profile of the Fund.
- The risk category associated with this Fund is not guaranteed and may shift over time.
- The lowest category does not mean "risk free".
- The capital is not guaranteed.

Particular risks for the Fund not included in this indicator are:

- Credit risk: this is the risk of sudden deterioration in the creditworthiness of an issuer or that of its default.
- Liquidity risk: it presents the risks that a financial market, when volumes traded are low or if there are tensions on such market, might not be able to absorb the sell (or buy) volumes without causing the price of the assets to significantly drop (or rise).
- Counterparty risk: this is the risk of default by a market operator, including a total return swap counterparty, that prevents it from honouring its obligations to the Fund.
- The use of futures may increase or decrease the potential for market movements in your portfolio to be amplified.

The occurrence of one of these risks may decrease the net asset value of your portfolio. For more information regarding risks, please refer to the *Risk Profile* section of this Fund's Prospectus.

Charges

The charges and fees paid are used to cover the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	1.00 %
Exit charge	None
The percentage indicated is the maximum that can be deducted from your capital before it is invested (entry) or redeemed (exit).	
Charges taken from the Fund over a year	
Operating expenses	0.57%* including tax of average net assets
Charges taken from the Fund under certain specific conditions	
Performance fee	20% p.a. of any gain above that of the reference assets, subject to a limit of 1% of the net assets. This fee amounted to 0.02% of average net assets at the end of the previous financial year

The **entry** and **exit charges** shown are maximum figures. In certain cases, the fees paid may be lower - further information may be obtained from your financial advisor.

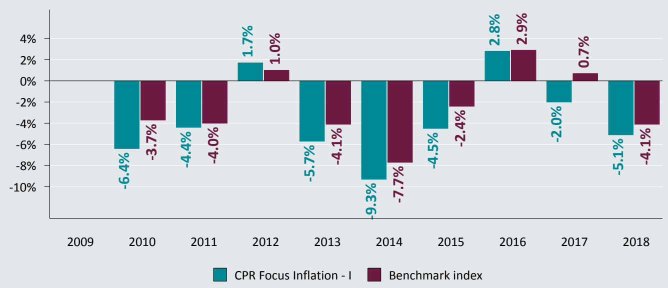
*The **ongoing charges** are based on figures from the previous financial year ended December 2018. This percentage may vary from year to year.

It excludes:

- Performance fees.
- Brokerage fees, except for the entry and exit charges paid by the Fund when buying or selling units or shares in another UCI.

For further information regarding costs, please refer to the **"Costs and Fees"** section of the Fund's Prospectus available online at www.cpr-am.com or upon request to the Management Company.

Past performance



- The chart shown is not a reliable indicator of future performance.
- The year-on-year performances presented in this chart are calculated after deduction of all fees charged by the Fund.
- This Fund was launched in 2009.
- The performance shown opposite is that of CPR Focus Inflation - I launched in 2009. For more information, please consult our website www.cpr-am.com.
- The benchmark index is: 100% 50% IBOXX USD BREAKEVEN 10-YEAR INFLATION + 50% IBOXX EUR BREAKEVEN 10-YEAR INFLATION FRANCE & GERMANY.
- Annual performance is calculated based on net asset values denominated in EUR.

Practical information www.cpr-am.com

- Name of the Depositary : CACEIS Bank.
- Where and how to obtain information about the Fund (prospectus, annual report, half-yearly document and other practical information and/or about the other categories of units): this information is available free of charge upon written request sent to the postal address of the Portfolio Management Company: CPR Asset Management – 90, boulevard Pasteur – CS 61595 – 75730 Paris Cedex 15.
- Depending upon your personal tax position, capital gains and any income associated with holding securities in the Fund may be subject to taxation. We advise you to consult your Fund marketer.
- The net asset value is available, each time it is calculated, from the Portfolio Management Company.
- The Fund is not available to residents of the United States of America/"U.S. Person" as defined in the legal disclaimer section of the Portfolio Management Company's website: www.cpr-am.com and/or in the Prospectus of the Fund.
- Updated details on the management company's remuneration policy are available on its website or free of charge upon written request to it. In particular, this policy describes the calculation methods applied to the remuneration and benefits of certain categories of employees, the entities responsible for their attribution and the composition of the Remuneration Committee.
- CPR Asset Management may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus for the Fund.

This Fund is approved in France and regulated by the French Market Regulator (AMF).

CPR Asset Management is accredited in France and regulated by the AMF.

This key investor information is accurate as at 27 December 2019.

Résolument actifs

PROSPECTUS

CPR Focus Inflation

French Mutual Fund (FCP)
UCITS subject to Directive 2009/65/EC,
supplemented by Directive 2014/91/EU

P units: FR0010832469
I units: FR0010838722
R units: FR0013294659
PM units: FR0013462520

www.cpr-am.com

Prospectus

The Prospectus sets out the investment and operating rules for the Fund, as well as the procedures for the remuneration of the Management Company and the Depositary.

It provides a full overview of the investment strategies contemplated, together with the specific instruments used, particularly in cases where these instruments require specific monitoring, or display specific risks or features.

CPR Focus Inflation

French Mutual Fund (FCP)
UCITS subject to Directive 2009/65/EC, supplemented by Directive 2014/91/EU

P units: FR0010832469
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Prospectus

1 – General features

✓ **Name:** CPR Focus Inflation

✓ **Legal form and Member State in which the Fund was established:**

- French Mutual Fund (FCP);

- UCITS subject to Directive 2009/65/EC, supplemented by Directive 2014/91/EU.

✓ **Launch date and scheduled term:** Fund launched on 23 December 2009 (AMF authorisation issued on 11 December 2009) for a term of 99 years.

✓ **Summary of the management offer:**

Type of unit	*ISIN code*	*Eligible subscribers*	*Allocation of distributable income*		*Minimum subscription amount*		*Initial net asset value of the unit*	*Denomination currency*
			Net profit	*Net realised capital gains*	*Initial*	*Subsequent*		
P	FR0010832469	All subscribers, individuals	Accumulation	Accumulation	One unit	A unit fraction	€100	euro
I	FR0010838722	All subscribers, legal entities	Accumulation	Accumulation	€100,000[(1)]	A unit fraction	€10.000 [(2)]	euro
R	FR0013294659	Strictly reserved for investors subscribing directly or via intermediaries providing portfolio or mandate management services and/or financial investment consultancy services not authorising them to retain retrocessions, either contractually or pursuant to the MiFID II regulation or national legislation	Accumulation	Accumulation	One unit	A unit fraction	EUR 100	euro
PM	FR0013462520	Strictly reserved for management under mandate of Crédit Agricole Group entities	Accumulation	Accumulation	One fractional unit	One fractional unit	€100	euro

[(1)] *With the exception of the Management Company, CPR Asset Management UCIs or an entity belonging to the same group, as well as the Custodian or an entity belonging to the same group which may only subscribe to one unit.*

[(2)] *Unit nominal value split by 50 on 17/01/2017*

✓ **Address from which the latest annual report and periodic financial statements may be obtained:**

Unitholders may obtain the latest annual report and financial statements along with the breakdown of assets within eight working days of a written request sent to the postal address of the Management Company:

CPR Asset Management
90, boulevard Pasteur – CS 61595 – 75730 Paris Cedex 15, France
Fax: +33 (0) 1 53 15 70 70
Website: www.cpr-am.com

For further information, please contact CPR Asset Management on the following telephone number: 01.53.15.70.00.

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The AMF's website www.amf-france.org contains additional information on the list of regulatory documents and all the provisions relating to investor protection.

2 – Service Providers

✓ **Management Company:** CPR Asset Management
Public limited company (société anonyme), Paris Trade and Companies Register No. 399 392 141
Licensed by the French Financial Markets Authority (AMF) as a Portfolio Manager, under No. GP 01-056
- Registered office: 90, boulevard Pasteur – 75015 Paris, France
- Postal address: 90, boulevard Pasteur – CS 61595 – 75730 Paris Cedex 15, France

✓ **Depositary / Custodian:** CACEIS Bank
Bank and investment services provider approved by CECEI on 1 April 2005.
Public limited company (société anonyme), Paris Trade and Companies Register No. 692 024 722
1-3, place Valhubert – 75013 Paris, France

In view of its regulatory role and the tasks contractually entrusted by the management company, the depositary's main activity is the custody of the UCITS' assets, ensuring that the management company's decisions comply with the laws and regulations and monitoring the UCITS' cash flows.

The depositary and management company are part of the same group; as such, in accordance with the applicable regulations, they have implemented a policy for identifying and preventing conflicts of interest. If a conflict of interest cannot be avoided, the management company and the depositary shall take all the necessary steps to manage, monitor and draw attention to this conflict of interest.

The description of the delegated custodial duties, the list of the depositary's delegatees and sub-delegatees and information relating to conflicts of interest that may result from these delegations are available on its website at www.caceis.com or free of charge upon written request.

✓ **Delegated accounting manager:** CACEIS Fund Administration
Public company (société anonyme), Paris Trade and Companies Register No. 420 929 481
UCI administrator and valuer (Crédit Agricole Group)
1-3, place Valhubert - 75013 Paris, France

✓ **Institution appointed by the Management Company in charge of centralising subscription and redemption orders:** CACEIS Bank

The depositary is also responsible for the Fund's liability accounting on behalf of the Management Company, which includes the centralisation of unit subscription and redemption orders and managing the Fund's unit issue account.

✓ **Institution responsible for keeping the unit registers:** CACEIS Bank

✓ **Prime Broker:** N/A

✓ **Independent Auditor:** Ernst & Young et Autres
Variable capital simplified joint-stock company (S.A.S), Nanterre Trade and Companies Register Number 438 476 913
Tour First
1, place des Saisons
TSA 14444
92037 Paris La Défense Cedex France
Represented by Mr Youssef Boujanoui

✓ **Promoters:**

CPR Asset Management, CACEIS Bank, the branch office network of the Regional Banks of Crédit Agricole and branches of LCL - Le Crédit Lyonnais in France.

The list of promoters is not exhaustive due mainly to the fact that the Fund is listed on Euroclear. Accordingly, some promoters may not be appointed by or known to the Management Company.

✓ **Advisors:** N/A

3 – Operating and management procedures

3.1 General features

✓ **Unit features:**

. Nature of the right attached to the category of units: Each unitholder is entitled to joint-ownership of the Fund's assets in proportion to the number of units held.

. Entry in a register or clarification of liability accounting methods: The Fund is listed on Euroclear France. CACEIS Bank is the holder of the issuer's account on Euroclear France.

. Voting rights: No voting rights are attached to the Fund's units. Decisions are taken by the investment management company, in accordance with the law.

. Form of the units: Bearer or registered (units listed on Euroclear France).

. Splitting of the units:

The units are split into thousandths of units, known as fractional units.

✓ **Year-end date:** The last net asset value published in December (First financial year-end: December 2010).

✓ **Tax treatment:**

The Mutual Fund is not subject to corporate tax in France, and is not considered as tax resident within the meaning of French domestic law. According to French tax regulations, the insertion of the Mutual Fund does not alter either the nature or the source of the income, remuneration and/or potential capital gains that it distributes to investors.

However, investors may bear taxation on account of income distributed, if applicable, by the Mutual Fund, or when they sell the Fund's securities. The tax treatment applicable to sums distributed by the Mutual Fund or to unrealised capital gains or losses or those made by the Mutual Fund, depends on the tax provisions applicable to the investor's specific situation, their residence for tax purposes and/or the investment jurisdiction of the Mutual Fund.

Certain income distributed by the Mutual Fund to non-residents in France may be liable to withholding tax in this State.
Unit swap transactions within the Fund will be considered as a sale followed by a purchase, and will therefore be subject to the tax treatment applicable to capital gains on disposals of marketable securities.

If the investor is uncertain about their tax situation, they should consult an adviser or a professional.

- U.S. tax considerations

The Foreign Account Tax Compliance Act (FATCA), enacted by the American Hiring Incentives to Restore Employment (HIRE) Act, requires foreign financial institutions (FFI) to report to the IRS (US tax authority) financial information about assets held by US taxpayers (1) outside the USA.

In accordance with FATCA, US securities held by any financial institution that does not comply or is categorised as non-compliant with the provisions of FATCA, shall be liable to withholding tax of 30% on (i) certain income sourced from the US and (ii) the gross proceeds from the sale or other disposition of US assets.

The Fund comes under the scope of FATCA and may therefore ask unitholders for certain information which is compulsory.

The USA has entered into an intergovernmental agreement for implementation of FATCA with several governments. In this respect, the French and US governments have signed an Intergovernmental Agreement (IGA).

The Fund follows the Model I IGA entered into between France and the US. The Fund (and any sub-fund) does not expect to be liable to withholding tax under FATCA.

FATCA requires the Fund to gather certain data about the identity (including details of right of ownership, holding and distribution) of accountholders who are US residents for tax purposes, entities controlling US residents for tax purposes and non-US residents for tax purposes who do not comply with the FATCA provisions or who do not provide all exact, complete and accurate information required by virtue of the Intergovernmental Agreement (IGA).

In this respect, each potential unitholder undertakes to provide all information requested (including but not limited to their GIIN number) by the Fund, its delegated entity or the promoter.

Potential unitholders will immediately inform the Fund, its delegated entity or the promoter, in writing, of any change of circumstance regarding their FATCA status, or any change of GIIN number.

Under the IGA, this information must be communicated to the French tax authorities who may, in turn, share it with the IRS or with other tax authorities.

Investors who have not documented their FATCA status correctly or who have refused to communicate their FATCA status or the necessary information within the required deadlines, may be classified as recalcitrant and be reported by the Fund or their management company to the relevant tax or government authorities.

To avoid the potential impact of the Foreign Passthru Payment system and avoid any withholding tax on such payments, the Fund or its delegated entity reserves the right to forbid any subscription to the Fund or sale of the units or shares to any Non-participating FFI (NPFFI) (2), notably whenever such prohibition is deemed legitimate and justified by the protection of the general interests of the Fund's investors.

The Fund and its legal representative, the Fund depositary and also the transfer agent reserve the right, on a discretionary basis, to prevent or remedy on the acquisition and/or direct or indirect holding of units in the Fund by any investor who is in breach of the applicable laws and regulations, or when the latter's presence in the Fund could lead to consequences which would be damaging to the Fund or to other investors, including but not limited to FATCA sanctions.

To this end, the Fund may reject any subscription or require the compulsory redemption of units of shares in the Fund under the conditions set out in Article 3 of the Investment Fund Rules (3).

FATCA is relatively new and its implementation is ongoing. Although the information above summarises the management company's current understanding, this understanding may be incorrect, or the way FATCA is implemented may change in a way that means some or all investors are liable to the withholding tax of 30%."

The provisions herein are not a complete analysis of all the tax rules and considerations or tax-related advice and shall not be considered as a complete list of all the potential tax-related risks inherent in subscribing to or holding Fund units. All investors should consult their usual advisors regarding the tax aspects and potential consequences of subscribing, holding or redeeming units in accordance with the laws applicable to such investors and, in particular, in accordance with the rules of disclosure or withholding under FATCA concerning investors in the Fund.

[1] According to the U.S. Internal Revenue Code, the term "U.S. Person" means an individual who is a U.S. citizen or resident, a partnership or corporation established in the United States or under the laws of the United States or any State thereof, a trust if (i) a court within the United States has authority under applicable law to hand down orders or judgments concerning substantially all issues regarding the administration of the trust and (ii) one or more U.S. Persons have authority to control all substantive decisions of the trust, or of an estate of a deceased person who was a citizen or resident of the United States.

[2] NPFFI or Non-participating FFI = a financial institution which refuses to comply with FATCA either by refusing to sign a contract with the IRS or by refusing to identify its clients or complete its reporting to the authorities.

[3] This power also extends to anyone (i) who appears, directly or indirectly, to be in breach of the laws and regulations of any country or any government authority, or (ii) who may, in the opinion of the management company of the Investment Fund/SICAV, cause a loss to the Investment Fund which it would not otherwise have sustained.

- Automatic exchange of tax information (CRS):

France has signed multilateral agreements on the automatic exchange of information relating to financial accounts, based on the Common Reporting Standards (CRS) as adopted by the Organisation for Economic Co-operation and Development (OECD).

According to the law on the CRS, the Fund or the management company must provide local tax authorities with certain information about unitholders not resident in France. This information is then communicated to the relevant tax authorities.

The information to be communicated to the tax authorities includes information such as name, address, tax identification number (NIF), date of birth, place of birth (if shown in the financial institution's records), account number, account balance or, where applicable, end-of-year balance and payments posted on the account during the calendar year).

Each investor agrees to provide the Fund, the management company or their distributors, with the information and documentation required by law (including but not limited to their self-certification), along with all additional documentation reasonably required which may be necessary to fulfil its reporting obligations under the CRS.

Further information on the CRS rules is available on the websites of the OECD and the tax authorities of the States which have signed the agreement.

Any unitholder that fails to comply with the Fund's request for information or documentation:

(i) may be held liable for penalties imposed on the Fund and which would apply should the unitholder fail to provide the requested documentation or provides incomplete or incorrect documentation, and (ii) will be reported to the relevant tax authorities for having not provided the information needed to identify their tax residency and their tax identification number.

3.2 Special terms and conditions

✓ **ISIN codes:**

P units: FR0010832469
I units: FR0010838722
R units: FR0013294659
PM units: FR0013462520

✓ **UCIs held:** Up to 10% of net assets

✓ **Classification:** International bonds and other debt instruments

✓ **Investment objective:**

The Fund seeks to benefit from the rise in inflation anticipated by the US and European markets by aiming to outperform the composite index comprised of 50% Markit iBoxx USD Breakeven 10-Year Inflation (EUR) hedged index + 50% iBoxx EUR Breakeven 10-year Inflation France & Germany index.

✓ **Benchmark index:**

The benchmark is a composite index: 50% Markit iBoxx USD Breakeven 10-Year Inflation (EUR) hedged index + 50% iBoxx EUR Breakeven 10-year Inflation France & Germany index.

The UCI is managed actively and aims to outperform its benchmark. Its management is discretionary: it is mainly exposed to issuers of the benchmark and may be exposed to issuers not included in this index. The management strategy includes tracking the difference in the portfolio's level of risk compared to that of the benchmark. A moderate difference compared to the level of risk of this index is expected.

The Markit iBoxx USD Breakeven 10-Year Inflation (EUR) hedged index provides for a breakeven inflation US 10-year position through "long" exposure on US 10-Year index-linked bonds closest to their 10-year maturity and a "short" position on US 10-year government bonds closest to their 10-year maturity. The index includes at least six index-linked US 10-year bonds and six US 10-year government bonds with similar durations.

The index is rebalanced monthly.

It is euro-denominated.

It is currency hedged.

The index performance includes the coupons paid out on the bonds that comprise the index (net coupons reinvested), as well as payment of the nominal amount. Cash is reinvested during rebalancing in the next month.

The index iBoxx EUR Breakeven 10-year Inflation France & Germany index provides for a breakeven inflation US 10-year position through "long" exposure on French and German 10-year index-linked bonds closest to their 10-year maturity and a "short" position on French and German 10-year government bonds closest to their 10-year maturity. The index includes at least six index-linked French and German bonds and six French and German government bonds with similar durations.

The index is rebalanced monthly.

It is euro-denominated.

It is not currency-hedged.

The index performance includes the coupons paid out on the bonds that comprise the index (net coupons reinvested), as well as payment of the nominal amount. Cash is reinvested during rebalancing in the next month.

The administrator of the benchmark index IHS Markit Benchmark Administration Limited is recorded on the register of administrators and benchmarks maintained by ESMA.
Additional information on the benchmark index can be accessed via the website of the administrator of the benchmark index:
https://ihsmarkit.com/index.html

Under Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016, the Management Company has a procedure for monitoring the benchmark indices used, describing the measures to implement should there be substantial changes made to an index or should this index stop being provided.

✓**Investment strategy:**

CPR Focus Inflation is an international bond fund that aims to offer pure exposure to inflation in order to benefit from the anticipated rise in inflation which is achieved whilst protecting itself from a potential rise in rates.
On the other hand, if expected inflation falls on the markets, it will lead to a decrease in the net asset value, all the more so as the Fund's sensitivity to implicit inflation is high. *

**Sensitivity to implicit inflation measures the impact on the portfolio's net asset value of the expected variation in inflation. Example: for sensitivity of +10, if expected inflation falls by 1%, the fund's net asset value will fall by 10% (1% x 10). Conversely, if expected inflation increases by 1%, the fund's net asset value will increase by 10% (1% x 10).*

To achieve this, the manager team will implement active management by taking on exposure to the inflation-indexed bond market in a global universe (mainly the eurozone and the United States), while hedging their sensitivity to interest rates, and/or inflation derivatives.

The exchange risk against the Euro will be systematically hedged upon investment and adjusted on a monthly basis.

The actual rate sensitivity range may be between +0 and +15 and the exposure to actual rates caused by holding inflation-indexed bonds will be automatically hedged on nominal rates through derivatives. This hedging will aim to keep the Fund's overall sensitivity to interest rates within a range of [-2 ; +2].

- Nominal rates (conventional bonds):

The nominal rate represents the interest rate, including inflation. This fluctuates until maturity of the bond, depending in particular on inflation and growth expectations and technical factors.

- Actual rates (indexed bonds): nominal rates - implicit inflation:

The actual rate represents the actual interest rate excluding inflation. The inflation-linked bonds have coupons and a repayment of capital linked to an inflation index. The proportion allocated by the manager to actual rates in the portfolio is measured by sensitivity to actual rates.

It varies according to three factors:

- the correlation between actual rates and nominal rates,
- the discrepancy in return between actual rates and nominal rates,
- the comparison between implicit inflation on the market and expected inflation in our internal scenario (by area and by country).

- Implicit inflation:

An implied inflation position is equivalent to holding an inflation-indexed bond hedged at nominal rates at the same maturity and from the same issuer. This hedging will be applied using derivatives.

The strategy may also be implemented via inflation derivatives.

Implicit inflation sensitivity will be managed within a range of [+5; +15];

A feature of inflation-indexed bonds is that they issue coupons and a return of capital indexed to an inflation index from the issuer's region. Their price varies both depending on the interest rate levels – as with all conventional bonds – and on the level of inflation.

The investment strategy is implemented by applying the following steps:

- Forecasts of inflation levels by region based on a macroeconomic analysis and the technical features of the markets;
- Depending on the levels anticipated in this way and the risk constraints associated with the portfolio, determine the allocation of exposures to inflation by major geographic regions;
- Selection of maturities and investment vehicles based on technical criteria;
- Interest rate hedging.

The Mutual Fund is exposed to implicit inflation via paper securities and/or derivatives.
The portfolio's geographical allocation, and the allocation of the portfolio by maturity segment and level of sensitivity to implicit inflation may differ from that of the benchmark index.

		Minimum	Maximum
Sensitivity to actual rates		+0	+15
Overall sensitivity to interest rates		-2	+2
Range of sensitivity to implicit inflation		+5	+15
Geographic area of stock issuers[(1)]	**OECD**	0%	110%
Currency of the securities [(1)]	**Euro**	0%	110%
	Currencies other than the euro	0%	110%

[(1)] excluding derivatives

The Mutual Fund is subject to a sustainability risk, as defined in the risk profile.

The Mutual Fund integrates sustainability factors into its investment process.

In fact, CPR AM applies a Responsible Investment Policy which consists firstly of an exclusion policy targeted according to the investment strategy, and secondly of an Amundi Group ESG rating system made available to the management team (details of this policy are available in the CPR AM Responsible Investment Policy available at www.cpr-am.com).

✓ **Assets used (except embedded derivatives):**

Debt securities and money market instruments

The Mutual Fund will still be invested in interest rate instruments, in particular inflation-indexed bonds and/or government securities issued or guaranteed by governments in OECD countries, denominated in OECD country currencies, of any maturity.

The Mutual Fund will hold securities of issuers belonging to the universe of the Investment Grade category at the time of their acquisition, i.e. ratings equal to or greater than BBB- [S&P/Fitch] or Baa3 [Moody's] or equivalent according to the management company's criteria, and deposits made with credit institutions forming part of that same universe.

In order to evaluate risk and credit categories, the Management Company shall rely on its teams of staff and its own methodology, which takes into account ratings issued by the leading rating agencies, among other factors.

UCI units and shares[(1)]

The Fund may hold up to 10% of its assets in units and/or shares of the collective investments or investment funds listed below.
These collective investments and investment funds are representative of all asset classes and may be domiciled in any geographical area, subject to the requirements of the Fund.

They may be collective investments and investment funds managed by the Management Company or by other entities – regardless of whether they belong to the Amundi Group – including related companies.

By way of information, the regulatory limits applicable to UCITS comply with Directive 2009/65/EC:

▪ Up to 100% of aggregate net asset value*

- French or foreign UCITS

** To the extent and subject to the condition that these UCITS can invest up to 10% maximum of their assets in collective investments and/or in investment funds.*

▪ Up to 30% of aggregate net asset value*

- French AIFs

- AIFs in another Member State of the European Union and foreign investment funds that comply with the criteria set forth in the Article of the French Monetary and Financial Code.

** To the extent and subject to the condition that these AIFs and investment funds can invest up to 10% maximum of their assets in collective investments and/or in investment funds.*

[1] The term "UCI", when used in a prospectus, regulations or KIID, is used generically and refers to: collective investments - UCITS, French AIFs and AIFs in another Member State of the European Union – and/or investment funds.

✓ **Derivatives:**

The Fund may invest in financial futures traded on regulated markets, multilateral trading facilities or on French or foreign over-the-counter markets for the purpose of hedging or exposing the portfolio (see the authorised transactions described below).

In particular, derivatives shall be used in order to:

- adjust exposure in terms of the portfolio's level of sensitivity;
- overexpose or underexpose the portfolio on a given maturity within authorised sensitivity ranges;
- use the asymmetric profile of options to follow or protect against market acceleration, both in an upward and in a downward direction;
- hedge the portfolio's assets fully against the exchange risk;
- expose the fund in an upward or downward direction and carry out arbitrage relating to interest rates and inflation within authorised ranges, and hedge their respective risk.

▪ Total return swaps:
As an indication, Total Return Swaps account for approximately 15% of the net assets, with a maximum of 20% of the net assets.

In order to hedge the portfolio or synthetically expose it to an asset, the fund may also enter into swaps for two combinations of the following types of flows:

- fixed rate
- variable rate (indexed to Eonia/€STR, Euribor, or any other market benchmark)
- performance linked to one or more currencies, shares, stock market indices or listed securities, UCIs or investment funds
  - optionally linked to one or more currencies, stock market indices or listed securities, UCIs or investment funds

Assets held by the fund which are covered by Total Return Swaps are held by the custodian.

The table below lists the instruments in which the Fund is likely to invest.

Type of risks	equity	interest rate	currency	credit	other
		X	X		

	Type of market			Type of investments			
	Regulated markets	Multilateral trading facilities	Over-the-counter	Hedging	Exposure	Arbitrage	Other strategies
Futures on							
Equities							
Interest rates	X	X	X	X	X	X	
Currencies	X	X	X	X	X		
Options on							
Equities							
Interest rates	X	X	X	X	X	X	
Currency	X	X	X	X	X		
Swaps							
Equities							
Interest rates	X	X	X	X	X	X	
Currency	X	X	X	X	X		
Indices	X	X	X	X	X	X	
Total return swaps			X	X	X	X	
Credit derivatives							
Credit default swaps (CDS)							
Credit-linked notes (CLNs)							
Indices							
Index options							
Other							
Equity-linked products							
Warrants							
Equities							
Interest rates							
Currency							
Credit							
Euro Medium Term Notes (EMTN)							
Euro Medium Term Notes (EMTN)	X	X	X	X	X	X	
Warrants							
Equities							
Interest rates	X	X	X	X	X	X	

The fund may also use derivatives within the limit imposed by the regulations in force, in compliance with the limits defined in the investment strategy.

Information about the counterparties of derivative contracts

The CPR AM Brokers and Counterparties Committee is the body that officially approves the list of intermediaries, counterparties and research brokers selected by the Management Company. The selection is based on the principle of selectivity of the best counterparties in the market and aims to select a limited number of financial institutions.

The assessment of the counterparties to propose those on the authorised list involves the input of several teams with respect to various criteria:

- Counterparty risk: The Amundi (SA) Credit Risk team is in charge of assessing each counterparty on the basis of precise criteria (shareholding, financial profile, governance, etc.).
- Quality of order execution: The operational teams charged with the execution of orders within the Amundi group assess the quality of the execution based on a series of factors depending on the type of instruments and markets concerned (quality of trading information, prices obtained, quality of settlement).

✓ **Other transactions:**

Term deposits:

The Fund may make term deposits with one or more credit institutions in order to fulfil its investment objective and to manage its cash, within a limit of 10% of its net assets.

Cash borrowings:

The Fund may borrow up to 10% of its net assets in cash to meet one-off liquidity requirements (transactions relating to ongoing investment and disposal flows, subscription and/or redemption transactions, etc.).

Temporary purchases and sales of securities:

•Types of transactions used:

. repo and reverse repo agreements in accordance with the French Monetary and Financial Code

. lending and borrowing of securities in accordance with the French Monetary and Financial Code.

These transactions will cover eligible assets as defined by the regulations. These assets are held with the Depositary.

•Type of trades:
They shall mainly aim to enable the portfolio to be adjusted to changes in amounts outstanding, to invest cash and, more generally, to pursue its management objective.

Summary of proportions used:

Types of transactions	Reverse repurchase agreements	Repurchase agreements	Securities lending	Securities borrowing
Maximum proportion (of net assets)	90%	50%	50%	50%
Expected proportion (of net assets)	between 0% and 90%	between 0% and 50%	between 0% and 50%	between 0% and 10%

•Remuneration: additional information is provided in the "Costs and fees" section.

✓ **Information relating to financial guarantees (temporary purchases and sales of securities and/or over-the-counter (OTC) derivatives including total return swaps (TRS) where applicable):**

Type of collateral:

In the context of temporary purchases and sales of securities and/or OTC derivative transactions, the UCITS may receive securities and cash as collateral.

Securities received as collateral must adhere to the criteria defined by the Management Company. They must be:
- liquid;
- transferable at any time;
- diversified in compliance with the Fund's eligibility, exposure and diversification rules;
- issued by an issuer that is not an entity of the counterparty or its group.

For bonds, securities will also be issued by high-quality issuers located in the OECD whose minimum rating might be AAA to BBB- on Standard & Poor's rating scale or with a rating deemed equivalent by the Management Company. Bonds must have a maximum maturity of 50 years.

The criteria described above are detailed in a Collateral Management Risk Policy available on the Management Company's website at www.cpr-am.com and may be subject to change, particularly in the event of exceptional market circumstances. The discounts that may be applied to the collateral received will take into account the credit quality, the price volatility of the securities and the results of the stress tests performed.

Reuse of cash received as collateral:
Cash received as collateral may be reinvested in deposits, government bonds, reverse repurchase agreements or short-term money market UCITS in accordance with the Management Company's Risk Policy.

Reuse of securities received as collateral:
Not authorised: Securities received as collateral may not be sold, reinvested or provided as collateral.

✓ **Contracts amounting to financial guarantees:** N/A

✓ **Risk Profile:**

"Your money shall be invested primarily in financial instruments selected by the Management Company. These financial instruments are subject to market fluctuations."

The Fund is exposed to the following risks:

• Capital risk:
The Fund does not offer any performance or capital guarantee and may therefore present a capital loss risk, particularly if the period during which it is held ends prior to the recommended investment period. Consequently, the initial capital invested may not be returned in full.

Main risks associated with management:

- Inflation risk:

This is the risk of a fall in implicit inflation
Should implicit inflation fall, the Mutual Fund's net asset value is more likely to fall if its sensitivity to implicit inflation is high.

- Risk of underperformance compared to the benchmark:

As the Mutual Fund is actively managed, particularly in relation to geographical allocation, inflation-sensitivity allocation and distribution of the portfolio per maturity segment, which could be substantially different from its benchmark index, there is a risk that its performance may be significantly lower than the performance of its benchmark.

- Interest rate risk:

This is the risk of depreciation for interest-rate instruments due to changes in interest rates. This is measured by sensitivity.

Should there be a rise (when sensitivity to rates is positive) or fall (when sensitivity to rates is negative) in interest rates, the Mutual Fund's net asset value is more likely to fall if its sensitivity to interest rates is high in absolute terms.

- Credit risk:

This relates to the risk of deterioration in the creditworthiness of an issuer or that of its default. This risk is even higher if the issuer belongs to the Speculative Grade credit category, i.e. rated below or equal to BB+ [Source S&P/Fitch] or Ba1 [Source Moody's] or considered to be equivalent by the management company according to its own criteria.

Occurrence of this type of event could have an impact on net asset value.

- Counterparty risk:

The UCITS uses temporary sales of securities and/or OTC derivatives including total return swaps. These transactions, entered into with a counterparty, expose the UCITS to a risk of default and/or non-performance of the counterparty's unit return swap, which may have a significant impact on the UCITS' net asset value. This risk may not necessarily be offset by the collateral received.

- Liquidity risk linked to temporary purchases and sales of securities and/or total return swaps (TRS):

The Fund may be exposed to trading difficulties or a temporary inability to trade certain securities in which the Fund invests or in those received as collateral, in the event of a counterparty defaulting on temporary purchases and sales of securities and/or total return swaps.

- Liquidity risk:

It presents the risks that a financial market, when volumes traded are low or if there are tensions on such market, might not be able to absorb the sell (or buy) volumes without causing the price of the assets to significantly drop (or rise).

Other risks ('ancillary' risks)

- Currency risk:

This is the risk of a variation in investment currencies in relation to the portfolio benchmark currency, in this case, the euro.
Currency risk is not systematically hedged for investments made outside the euro zone.

- Legal risk:

The use of temporary purchases and sales of securities and/or total return swaps may create a legal risk, particularly relating to the swaps.

- Operational risk:

This is the risk of losses resulting from the inadequacy or failure of internal processes, individuals, systems, or from external events.

- Sustainability risk:

This is the risk associated with an environmental, social or governance event or condition that, if it occurs, could have an actual or a potential material negative impact on the value of the investment.

✓ **Guarantee or protection:** N/A

✓ **Eligible subscribers and typical investor profile:**

P units: All subscribers, individuals

I units: All subscribers, legal entities

R units: Strictly reserved for investors subscribing directly or via intermediaries providing portfolio or mandate management services and/or financial investment consultancy services not authorising them to retain retrocessions, either contractually or pursuant to the MiFID II regulation or national legislation.

PM units: Strictly reserved for management under mandate of Crédit Agricole Group entities.

This Mutual Fund is intended for investors who are looking to benefit from the expected increase in inflation (eurozone and United States mainly), while being protected from a potential rise in interest rates.

Subscribers are reminded of the risks inherent in holding UCIs, and specifically of the risk that the capital invested may not be returned to them at the end of the recommended investment period.

The amount that might be reasonably invested in this Fund depends on the specific financial position of each investor, and specifically on: the composition of their own assets, their short-term and long-term financing requirements, and the level of risk that they wish to incur.

Subscribers are also advised to diversify their investments sufficiently, so as not to be exposed to the risks of a single UCI or of a single market.

Clauses relating to the U.S. Dodd-Frank Act:

This Fund's units cannot be offered or sold directly or indirectly in the United States of America (including its territories and possessions) to/on behalf of a "U.S. Person"(1) as defined by U.S. "Regulation S" adopted by the Securities and Exchange Commission ("SEC").

The Fund's management company may impose restrictions (i) on the holding of units by a U.S. Person and in particular carry out the compulsory redemption of units held, or (ii) on the transfer of units to a U.S. Person under the terms and conditions defined in Article 3 of the Fund's regulations(2).

(1)*The term "U.S. Person" means: (a) any individual residing in the United States of America; (b) any entity or company organised or incorporated under the laws of the United States; (c) any estate (or trust) of which the executor or the administrator is a U.S. Person; (d) any trust of which any trustee is a U.S. Person; (e) any branch or subsidiary of a non-U.S. entity located in the United States of America; (f) any non-discretionary account (other than an estate or trust) managed by a financial intermediary or any other representative authorised, incorporated or (if an individual) resident in the United States of America; (g) any discretionary account (other than an estate or trust) managed by a financial intermediary or any other representative authorised, incorporated or (if an individual) resident in the United States of America; and (h) any entity or company, if it is (i) organised or incorporated under the laws of any non-U.S. jurisdiction and (ii) established by a U.S. Person principally for the purpose of investing in securities not registered under the U.S. Securities Act of 1933, as amended, unless it is organised or incorporated and owned by Accredited Investors (as defined in Rule 501(a) of the Act of 1933, as amended) who are not individuals, estates or trusts.*

(2)*This discretion may also be applied to any person (i) deemed to be directly or indirectly in violation of the laws and regulations of any country or any government authority, or (ii) who could, in the opinion of the Fund's management company, cause damage to the Fund that it would not have otherwise suffered or incurred.*

✓ **Recommended investment period:** Longer than 3 years

✓ **Determination and allocation of distributable sums:**

▪ **Net profit:** The Fund has exclusively selected the accumulation method. Net profit is fully accumulated every year.

Distribution frequency: N/A

▪ **Net realised capital gains:** The Fund has exclusively selected the accumulation method. Net capital gains realised are fully accumulated each year.

Distribution frequency: N/A

✓ **Features of the units:**

Type of unit	*ISIN code*	*Allocation of distributable income*		*Minimum subscription amount*		*Initial net asset value of the unit*	*Denomination currency*
		Net profit	*Net realised capital gains*	*Initial*	*Subsequent*		
P	FR0010 832469	Accumulation	Accumulation	One unit	A unit fraction	€100	euro
I	FR0010 838722	Accumulation	Accumulation	€100,000(1)	A unit fraction	€10.000 (2)	euro
R	FR00132 94659	Accumulation	Accumulation	One unit	A unit fraction	EUR 100	euro
PM	FR00134 62520	Accumulation	Accumulation	One fractional unit	One fractional unit	€100	euro

(1) *with the exception of the Management Company, CPR Asset Management UCIs or an entity belonging to the same group, as well as the Custodian or an entity belonging to the same group which may only subscribe to one unit.*

(2) *Unit nominal value split by 50 on 17/01/2017*

✓ **Subscription and redemption(1):**

Institutions in charge of receiving subscription and redemption orders: CPR Asset Management, CACEIS Bank, the branch office network of the Regional Banks of Crédit Agricole and branches of LCL - Le Crédit Lyonnais in France.

Investors should note that orders sent to promoters other than the aforementioned institutions should take into account the fact that the cut-off time for the centralisation of orders applies to those promoters.

As a result, such promoters may apply their own cut-off time, which may precede the cut-off time mentioned above, so as to allow them to meet their order transmission deadline with the institutions authorised to receive subscriptions and make redemptions.

Unitholders are informed that the institutions listed above may disclose the list of individuals who have subscribed to and/or redeemed units in this Fund at any time and at the request of the Management Company.

Determination of the net asset value:
the net asset value is determined on a daily basis, every day that the market is open and cumulative of the Paris (Euronext calendar) and New York stock markets, with the exception of official French or U.S. public holidays or an exceptional market interruption.

The net asset value is available from the Management Company.

Orders are executed in accordance with the table below:

D	**D**	**D: day that the NAV is determined**	**D+1 business day**	**D+1 business day**	**D+1 business day**
Centralisation before 12:00 pm of subscription orders[1]	Centralisation before 12:00 pm of redemption orders[1]	Order execution within D at the latest	Publication of the net asset value	Subscription settlement	Redemption settlement

[1] *Unless there is a possible time agreed with your financial institution.*

Date and latest time for the reception of orders: subscription and redemption orders are centralised before 12 pm on each day that the net asset value is determined.

Order execution procedures: orders will be executed based on the next net asset value (i.e. at an unknown price) plus, if applicable, interest accrued during a non-valuation period.

Further information on the procedures for switching from one unit category to another: swap requests are centralised each day before 12 pm and are executed based on the respective net asset values of each units.

Unitholders who are not likely to receive a whole number of units, due to the exchange rate, may pay an additional amount in cash in order to receive an additional unit, if they so wish.

Unit swap transactions within the Fund will be considered as a sale followed by a purchase, and will therefore be subject to the tax treatment for capital gains on disposals of marketable securities.

Potential indication of the stock exchanges or markets where the units are listed: N/A

[(1)] *Any person wishing to acquire or subscribe units will be required to certify, at the time of any acquisition or subscription of units of the Fund, that they are not "U.S. Persons". Any unitholder who becomes a U.S. Person must immediately notify the Fund's management company of the change.*

✓ **Operating and management fees:**

Subscription and redemption fees:

Subscription and redemption fees are levied by addition to the subscription price paid by the investor or subtraction from the redemption price. Fees are retained by the Fund to offset the costs incurred by the Fund in investing or liquidating the amounts involved.

Fees that are not paid to the Fund are due to the Management Company, the Promoter, etc.

Fees paid by the investor, charged at subscription and redemption	Basis	Maximum rate and/or scale
Subscription fee: not accruing to the Fund	NAV x number of units	P, I, R units: 1% PM units: 10%
Subscription fee: accruing to the Fund	NAV x number of units	N/A
Redemption fee: not accruing to the Fund	NAV x number of units	N/A
Redemption fee: accruing to the Fund	NAV x number of units	N/A

Fees invoiced to the Fund:

Management fees cover all the fees invoiced directly to the Fund, including management fees outside the Management Company (Independent Auditor, Depositary, distribution, and lawyers), except for transaction costs. Transaction costs include intermediary costs (brokerage, stock market taxes, etc.) as well as transaction fees, if any, that may be charged particularly by the Depositary and the Management Company.

Indirect management fees cover the indirect management fees and charges borne by the Fund (these charges are present when the Fund invests more than 20% of its assets in UCI units and/or equities).

In addition to the management fees, there may be:
- performance fees. These reward the Management Company when the Fund exceeds its objectives. They are therefore invoiced to the Fund;
- transaction fees billed to the Fund;
- fees related to temporary purchases and sales of securities.

N°	Fees invoiced to the Fund[(1)(2) (3)]	Basis	Maximum annual rate and/or scale
1	▪Financial management fees and administrative fees not paid to the management company	Net assets excluding UCIs	P units: 1.20% including tax I units: 0.60% including tax R units: 0.60% including tax PM units: 0.90% including tax
2	▪Maximum indirect fees (fees and management fees)	Net assets	Not significant
3	▪Turnover fees charged by the Management Company	Per transaction	- 0.02% (including tax) of the transaction amount for purchases and sales of bonds and other debt securities. - €10 to €50 per transaction for any other types of transactions.
4	▪Performance fee	Net assets	P units, I units, R units [(4)] and PM units[(6)]: 20% p.a. of any gain above that of the reference asset[(5)] [(5)] *capped at 1%.*

[(1)] Exceptional legal costs associated with recovering the debts of the Fund or with a procedure to assert a right may be added to the fees invoiced to the Fund, as posted above.
[(2)] Costs associated with contributions payable to the AMF may be added to the fees invoiced to the Fund, as posted above.
[(3)] Exceptional and non-recurring taxes, duties, royalties and government fees (relating to the UCITS) may be added to the fees charged to the Fund, as posted above.
[(4)] Variable management fees for the R unit will be deducted for the first time from 31 December 2018.
[(6)] Variable management fees for the PM unit will be deducted for the first time from 31 December 2021.

The calculation of the performance fee applies to each unit concerned and on each calculation date of the Net Asset Value. This is based on the comparison between:

- The net assets of the unit (before deduction of the performance fee) and
- The "reference asset" which represents the net assets of the units (before deduction of the performance fee) on the 1st day of the observation period, adjusted for subscriptions/redemptions at each valuation, to which the performance of the benchmark index (50% Markit iBoxx USD breakeven 10-Year Inflation (EUR) Hedged + 50% iBoxx EUR Breakeven 10 year Inflation France & Germany Index) is applied.

This comparison is performed over an observation period of one year, for which the anniversary date corresponds to the calculation date of the last net asset value in December.

If, during the observation period, the net assets of the units (before deduction of the performance fee) are greater than the benchmark assets defined above, the performance fee will represent 20% of the difference between these two assets, capped at 1% of net assets. This fee will be subject to a provision when the net asset value is calculated. In the event of a redemption, the portion of the provision corresponding to the number of units redeemed accrues to the Management Company.

If, during the observation period, the net assets of the unit (before deduction of the performance fee) are lower than the reference assets, the performance fee will be nil and will be subject to a provision reversal when the net asset value is calculated. Provision reversals are capped at the level of previous allocations.

This performance fee will only be definitively charged if, on the day of the last net asset value of the observation period, the net assets of the unit (before deduction of the performance fee) are higher than the reference assets.

Transactions involving temporary acquisition/disposal of securities:

The Management Company does not receive any payment for the temporary acquisition of securities.

✓ **Summary description of the process for selecting intermediaries:**

The Management Company implements an intermediary selection policy, in particular when entering into temporary purchases and sales of securities and certain derivatives, such as total return swaps.

The CPR AM Brokers and Counterparties Committee is the body that officially approves the list of intermediaries, counterparties and research brokers selected by the Management Company. The Brokers and Counterparties Committee meets several times per year. Under the chairmanship of CPR AM's General Management, it includes the Investment Director, the Management Directors, representatives of the Amundi Intermédiation trading desk, the Head of the Legal Department, the Head of Risk Control and the Head of Compliance.

The purpose of the brokers and counterparties committee is to:
- approve the list of financial brokers and/or intermediaries;
- monitor volumes (share broking and net amounts for other products) allocated to each broker;
- express its opinion on the quality of the services provided by the brokers.

Only those financial institutions of an OECD country with a minimum rating that might be AAA to BBB- on Standard & Poor's rating scale or with a rating deemed equivalent by the Management Company are selected when setting up the transaction.

Assessing the brokers and counterparties in order to specify those on the authorised list and the maximum volumes allowed for each of them involves input from several teams applying various criteria:
- Counterparty risk;
- Quality of order execution;
- Assessment of the investment decision support services.

4 – Commercial information

✓ **Place where the Fund documents and additional information may be obtained:**

- Unitholders may obtain the Fund's prospectus and latest annual reports and interim statements within eight working days of a written request sent to the postal address of the Management Company:

  CPR Asset Management
  90, boulevard Pasteur – CS 61595 – 75730 Paris Cedex 15, France
  Fax: +33 (0) 1 53 15 70 70
  Website: www.cpr-am.com

- CPR Asset Management keeps the document entitled "voting policy" available to unitholders. The report setting out the conditions under which CPR Asset Management has exercised its voting rights is included in the Fund's annual report.
- The Management Company provides investors with information on how the criteria for compliance with social, environmental and governance quality objectives are taken into account in its investment policy on its website at www.cpr-am.com and in the Fund's annual report.

- Allocation of distributable sums:
  - Net profit: The Fund accumulates its net profit.
  - Realised net capital gains: The Fund accumulates its realised net capital gains.

- The net asset value of the Fund is calculated on a daily basis. It is available upon request from the Management Company and/or on its website: www.cpr-am.com.

- Unitholders may purchase or request the redemption of their units from the institution responsible for clearing subscriptions/redemptions.

- The composition of the UCI's portfolio may be obtained from the Management Company by any professional investor governed by the ACPR [the French Prudential Supervision and Resolution Authority], the AMF [the French Financial Markets Authority] or any equivalent European authority, strictly in relation to regulatory requirements arising from Directive 2009/138/EC (the Solvency II Directive). In this regard, the information is communicated to these investors no earlier than 48 hours after the publication of the net asset value, provided that the investors have implemented procedures to manage this information so as to ensure the integrity of transactions (particularly to avoid market timing practices); failing this, the Management Company reserves the right to delay distribution of the UCI's portfolio composition.

- Unitholders are notified of changes affecting the Fund in accordance with the procedures established by the Autorité des Marchés Financiers i.e. by individual notification or any other means, such as: information on the Management Company's website (in the "Product Life" tab accessible in the UCI's product factsheet), in interim reports, annual reports and via market announcements.

- For any other request, please contact CPR Asset Management on the following telephone number: 01.53.15.70.00.

- The Mutual Fund's compliance with criteria relating to environmental, social and governance (ESG) objectives:

The management company provides investors, on its website www.cpr-am.com and in the Mutual Fund's annual report, with information on how ESG criteria are taken into account in the Mutual Fund's investment policy.
Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (the "Disclosure Regulation")
As a financial market participant, the Mutual Fund's management company is subject to Regulation 2019/2088 of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "Disclosure Regulation").
This Regulation lays down harmonised rules for financial market participants on transparency with regard to the integration of sustainability risks (Article 6 of the Regulation), the consideration of adverse sustainability impacts, the promotion of environmental or social characteristics in the investment process (Article 8 of the Regulation) or sustainable investment objectives (Article 9 of the Regulation).
Sustainability risk is defined as an environmental, social or governance event or condition that, if it occurs, could cause an actual or a potential material negative impact on the value of the investment.
Sustainable investment is an investment in an economic activity that contributes to an environmental objective, as measured, for example, by means of key resource efficiency indicators on the use of energy, renewable energy, raw materials, water and land, on the production of waste and greenhouse gas emissions or on its impact on biodiversity and the circular economy, or an investment in an economic activity that contributes to a social objective, in particular an investment that contributes to tackling inequalities or that fosters social cohesion, social integration and labour relations, or an investment in human capital or economically or socially disadvantaged communities, provided that such investments do not significantly harm any of those objectives and that the investee companies follow good governance practices, in particular with respect to sound management structures, employee relations, remuneration of staff and tax compliance.

5 – Investment rules

The Fund will comply with the eligibility rules and the investment limits applicable to UCITS, including the French monetary and financial Code and the AMF General Regulations.

Note that the Fund may use the exemption provided by the French monetary and financial Code and invest up to 35% of its assets in "eligible financial securities and money-market instruments mentioned under Article L. 214-20(I) (1) or (2) issued or guaranteed by the same entity if those securities or instruments are issued or guaranteed by a member State of the European Union or by another State party to the European Economic Area agreement, by its local public authorities, by a third-party country or by international public sector bodies to which belong one or more member States of the European Union or other States parties to the European Economic Area agreement or if the securities are issued by the social debt repayment fund".

6 – Global risk

The method used by the Management Company to calculate global risk is the relative value at risk calculation method as defined in the General Regulations of the AMF *(Art. 411-77 & seq.)*.

The Fund's level of leverage, provided by way of information, calculated as the sum of the nominal values of the positions on the financial contracts used, is 500%.

7 – Asset valuation rules

The Fund complies with the accounting rules specified by the French regulations in force, and specifically the accounting rules applicable to UCIs.

✓ **Valuation rules for financial instruments and off-balance sheet commitments:**

- Valuation method for financial instruments (transferable securities)

. Securities traded on a stock market are valued on the basis of the closing price on their main market.
However, securities traded on a stock market for which a listed price was not found on the valuation date or where the listed price has been adjusted, are valued at their likely negotiable value, as estimated by the Management Company.

. Negotiable debt securities are valued using an actuarial method that takes the market rate and adds or subtracts a margin that is representative the intrinsic characteristics of the issuer.
However, negotiable debt securities with a residual life of three months or less may be valued using the straight-line method, unless they are particularly volatile.

. UCI shares or units are measured at the last known net asset value.

. Securities that are not traded on a regulated market are valued at their probable trading value under the responsibility of the Fund's Management Company.

. Transactions involving the temporary sale and purchase of securities are valued using the straight-line method, in daily increments of the proportion of the applicable interest.
However, when securities are sold, the valuation will continue to be based on the market price of the underlying asset.

. Futures and options traded on French or foreign organised markets are valued at the closing price on their main stock exchange.

. Futures, options or currency transactions on over-the-counter markets, as authorised under the regulations governing UCITS, are valued at their market value or at their probable trading value under the responsibility of the Management Company.

. Cash margins for futures or options are entered on the asset side of the balance sheet and appear in the "Sundry debtors" section.

. Securities that are subject to technical hedging may be valued in such a way as to cancel out the contradictory effects of market prices.

- <u>Off-balance sheet commitment valuation rules</u>

. Transactions in which securities are sold as part of a repurchase agreement are recorded at their contractual value.

. Futures contracts traded on organised markets are valued at the market price. The latter must be consistent with the criteria used for balance sheet valuation purposes.

. Options contracts traded on organised markets are valued at the equivalent value of the underlying.

. Swaps, caps, floors and collars are valued at their market price, which is obtained using the replacement cost method.
It should be noted, however, that the off-balance sheet commitment rules above are not the same as those used to calculate the statutory commitment ratio for UCITS assets on futures markets.

Valuation of collateral:

Collateral is valued daily at market price (mark-to-market method).

The discounts that may be applied to the collateral received will take into account the credit quality, the price volatility of the securities and the results of the stress tests performed.

Margin calls are made daily, unless otherwise stipulated in the framework contract covering these transactions or if the Management Company and the counterparty have agreed to apply a trigger threshold.

✓ **Accounting method:**

The method used for the recognition of all types of income is the accrued interest method.

Interest accrued during a non-valuation period is, if necessary, added to the net asset value.

The sale and purchase of securities is recorded exclusive of fees.

8 – Remuneration

The Management Company has established a remuneration policy in line with that of the Amundi Group (the "Group"), to which CPR AM belongs.

CPR AM's policy is designed to regulate practices regarding the different remunerations of employees authorised to make decisions, exercise control functions or take risks.

The remuneration policy is designed to align with the economic strategy and long-term objectives, values and interests of the Company and its UCIs under management, as well as those of the investors.

The objective of this policy is to discourage excessive risk-taking, in particular by bearing in mind the risk profile of the UCIs managed by CPR AM.

Furthermore, CPR AM has implemented appropriate measures to prevent conflicts of interest.

The remuneration policy is overseen by the Group's Board of Directors and by CPR AM's Board of Directors.

The main elements of the remuneration policy are available on the website www.cpr-am.com or free of charge upon written request to CPR AM.

Résolument actifs

PROSPECTUS

CPR Focus Inflation

Mutual Fund under French law
UCITS governed by Directive 2009/65/EC
supplemented by Directive 2014/91/EU

P unit: FR0010832469
I unit: FR0010838722
R unit: FR0013294659
PM unit: FR0013462520

www.cpr-am.com

The prospectus sets out the investment and operating rules governing the Fund, as well as all of the fees charged by the Management Company and the depositary.

It provides an exhaustive account of the planned investment strategies and any specific financial instruments used, especially in cases where these instruments require particular attention or present specific risks or characteristics.

CPR Focus Inflation

Mutual Fund under French law
UCITS governed by Directive 2009/65/EC
supplemented by Directive 2014/91/EU

P unit: FR0010832469
I unit: FR0010838722
R unit: FR0013294659
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Prospectus

1 - General features

✓ **Name:** CPR Focus Inflation

✓ **Legal form and Member State in which the Fund was established:**

Mutual fund (FCP) under French law;

UCITS governed by Directive 2009/65/EC as amended by Directive 2014/91/EU.

✓ **Launch date and scheduled term:** FCP created on 23 July 2009 (approved by the AMF, the French Financial Markets Authority, on 11 December 2009) for 99 years.

✓ **Summary of the management offer:**

Type of unit	*ISIN code*	*Eligible subscribers*	*Allocation of distributable sums*		*Minimum subscription amount*		*Initial net asset value of the unit*	*Denomination currency*
			Net profit	*Net realised capital gains*	*Initial*	*Subsequent*		
P	FR0010832469	All subscribers, individuals	Accumulation	Accumulation	One thousandth of a unit	One fraction of a unit	EUR 100	euro
I	FR0010838722	All investors, legal entities.	Accumulation	Accumulation	EUR 100,000 (1)	One fraction of a unit	EUR 10,000 (2)	euro
R	FR0013294659	Strictly reserved for investors subscribing directly or via intermediaries providing a portfolio management service under mandate and/or financial investment advice that does not authorise them to retain retrocessions either contractually or in application of the MiFID II regulation or a national regulation.	Accumulation	Accumulation	One unit	One fraction of a unit	EUR 100	euro
PM	FR0013462520	Strictly reserved for management under mandate of Crédit Agricole Group entities.	Accumulation	Accumulation	One fraction of a unit	One fraction of a unit	EUR 100	euro

(1) *Except for the management company, the CPR Asset Management UCIs or an entity belonging to the same group as the Depositary or an entity belonging to the same group, which may only subscribe to one unit.*

(2) *Division of the nominal value of the unit by 50 on 17/01/2017*

✓ **Address from which the latest annual report and the latest periodic report may be obtained:**

Unitholders may obtain the latest annual documents along with the breakdown of assets within eight business days, upon written request sent to the management company:

CPR Asset Management
91-93, boulevard Pasteur, 75015 Paris
Fax: +33 (0)1 53 15 70 70
Website: www.cpr-am.com

For additional information, please contact CPR Asset Management on the following telephone number: +33 (0)1 53 15 70 00

……………………………

The AMF's website www.amf-france.org contains additional information on the list of regulatory documents and all of the provisions relating to investor protection.

2 - Service Providers

✓ **Management Company:** CPR Asset Management
Public limited company (société anonyme), Paris Trade and Companies Register No. 399 392 141
Portfolio Management Company operating under AMF approval no. GP 01-056
- Registered office: 91-93 Boulevard Pasteur, 75015 Paris

✓ **Depositary/Custodian:** CACEIS Bank
Bank and provider of investment services approved by the CECEI on 1st April 2005
Société anonyme (public limited company), Paris trade and companies register (RCS Paris) no. 692 024 722
1-3, place Valhubert – 75013 Paris

With regard to regulatory duties and duties contractually entrusted by the Management Company, the depositary's main task is taking custody of the UCITS' assets, checking that the Management Company's decisions are lawful and monitoring the UCITS' cash flows.

The depositary and the Management Company belong to the same group; therefore, in accordance with the applicable regulations, they have implemented a policy to identify and prevent conflicts of interest. If a conflict of interest cannot be avoided, the management company and the depositary shall take all necessary measures to manage, monitor and report this conflict of interest.

The description of the delegated custodial duties, the list of the depositary's delegates and sub-delegates and information relating to conflicts of interest that may result from these delegations are available on its website: www.caceis.com or free of charge on simple written request.

✓ **Delegated accounting manager:** CACEIS Fund Administration
Société anonyme (public limited company), Paris trade and companies register (RCS Paris) no. 420 929 481
UCI administrator and valuer (Crédit Agricole Group)
1-3, place Valhubert – 75013 Paris

✓ **Institution responsible for clearing subscription and redemption orders by delegation of the management company:** CACEIS Bank

The depositary is also responsible for the Fund's liability accounting on behalf of the Management Company, which includes clearing of unit subscription and redemption orders and managing the Fund's unit issue account.

✓ **Institution responsible for keeping the unit registers:** CACEIS Bank

✓ **Broker premium:** N/A

✓ **Statutory Auditors:** Deloitte et Associés
Société anonyme (public limited company), Nanterre trade and companies register (RCS Nanterre) no. 572 028 041
185, avenue Charles-de-Gaulle
92524 Neuilly-sur-Seine Cedex, France
Represented by Mr Jean-Marc Lecat

✓ **Promoters:**

CPR Asset Management, CACEIS Bank, the branch office network of the Regional Banks of Crédit Agricole in France and branches of LCL - Le Crédit Lyonnais in France.

The list of promoters is not exhaustive, mainly due to the fact that the Fund is listed on Euroclear. Accordingly, some promoters may not be appointed by or known to the management company.

✓ **Advisers:** N/A

3 - Operating and management procedures

3.1 General features

✓ **Features of the units:**

. Type of right attached to the unit category: Each unitholder is entitled to joint-ownership of the Fund's assets in proportion to the number of units held.

. Entry in a register or specification of terms of liability accounting: The Fund is listed on Euroclear France. CACEIS Bank is the keeper of the issuer's account on Euroclear France.

. Voting rights: No voting rights are attached to the Fund's units. Decisions are taken by the management company, in accordance with the law.

. Form of the units: Bearer or registered (units listed on Euroclear France).

. Splitting of the units:

The units are split into thousandths (referred to as fractional units).

✓ **Year-end date:** Last net asset value published in December each year. (Date of 1st financial year-end: December 2010).

✓ **Tax treatment:**

The Fund is not subject to corporate tax in France, and is not considered as tax resident within the meaning of French domestic law. According to French tax regulations, the insertion of the Fund does not alter either the nature or the source of the income, remunerations and/or potential capital gains that it distributes to unitholders.

However, investors may bear taxation on account of income distributed, if applicable, by the Fund, or when they sell the Fund's securities. The tax treatment applicable to sums distributed by the Fund or to unrealised capital gains or losses or those made by the Fund, depends on the tax provisions applicable to the investor's specific situation, their residence for tax purposes and/or the investment jurisdiction of the Fund.

Certain income distributed by the Fund to non-residents in France may be liable to withholding tax in this State.

Unit swap transactions within the Fund will be considered as a sale followed by a purchase, and will therefore be subject to the tax treatment applicable to capital gains on disposals of marketable securities.

If the investor is uncertain about their tax situation, they should consult an adviser or a professional.

<u>- US tax considerations</u>

The Foreign Account Tax Compliance Act (FATCA), enacted by the American Hiring Incentives to Restore Employment (HIRE) Act, requires foreign financial institutions (FFI) to report to the IRS (US tax authority) financial information about assets held by US taxpayers (1) outside the USA.

In accordance with FATCA, US securities held by any financial institution that does not comply or is categorised as non-compliant with the provisions of FATCA, shall be liable to withholding tax of 30% on (i) certain income sourced from the US and (ii) the gross proceeds from the sale or other disposition of US assets.

The Fund comes under the scope of FATCA and may therefore ask unit holders for certain information which is compulsory.

The United States has entered into an intergovernmental agreement for implementation of FATCA with several governments. In this respect, the French and US governments have signed an Intergovernmental Agreement (IGA).

The Fund follows the Model 1 IGA entered into between France and the US. The Fund (and any sub-fund) does not expect to be liable to withholding tax under FATCA.

FATCA requires the Fund to gather certain data about the identity (including details of right of ownership, holding and distribution) of accountholders who are US residents for tax purposes, entities controlling US residents for tax purposes and non-US residents for tax purposes who do not comply with the FATCA provisions or who do not provide all exact, complete and accurate information required by virtue of the Intergovernmental Agreement (IGA).

In this respect, each potential unit holder undertakes to provide all information requested (including but not limited to their GIIN number) by the Fund, its delegated entity or the promoter.

Potential unit holders will immediately inform the Fund, its delegated entity or the promoter, in writing, of any change of circumstance regarding their FATCA status, or any change of GIIN number.

Under the IGA, this information must be communicated to the French tax authorities who may, in turn, share it with the IRS or with other tax authorities.

Investors who have not documented their FATCA status correctly or who have refused to provide notification of their FATCA status or the necessary information within the required deadlines, may be classified as recalcitrant and may be reported by the Fund or their management company to the relevant tax or government authorities.

To avoid the potential impact of the Foreign Passthru Payment system and avoid any withholding tax on such payments, the Fund or its delegated entity reserves the right to forbid any subscription to the Fund or sale of the units or shares to any Non-participating FFI (NPFFI)², notably whenever such prohibition is deemed legitimate and justified by the protection of the general interests of the Fund's investors.

The Fund and its legal representative, the Fund depositary and also the transfer agent reserve the right, on a discretionary basis, to prevent or remedy the acquisition and/or direct or indirect holding of units in the Fund by any investor who is in breach of the applicable laws and regulations, or when the latter's presence in the Fund could lead to consequences which would be damaging to the Fund or to other investors, including but not limited to FATCA sanctions.

To this end, the Fund may reject any subscription or require the compulsory redemption of units of shares in the Fund under the conditions set out in Article 3 of the Investment Fund Rules (3).

FATCA is relatively new and its implementation is ongoing. Although the information above summarises the Management Company's current understanding, this understanding may be incorrect, or the way FATCA is implemented may change in a way that means some or all investors are liable to the withholding tax of 30%."

The provisions herein are not a complete analysis of all the tax rules and considerations or tax-related advice and shall not be considered as a complete list of all the potential tax-related risks inherent in subscribing to or holding Fund units. All investors should consult their usual advisers regarding the tax aspects and potential consequences of subscribing, holding or redeeming units in accordance with the laws applicable to such investors and, in particular, in accordance with the rules of disclosure or withholding under FATCA concerning investors in the Fund.

(1) According to the US Internal Revenue Code, the term "US Person" means an individual who is a US citizen or resident, a partnership or corporation established in the United States or under the laws of the United States or any State thereof, a trust if (i) a court within the United States has authority under applicable law to hand down orders or judgements relating substantially all issues regarding the administration of the trust and (ii) one or more US Persons have authority to control all substantial decisions of the trust, or of an estate of a decedent who was a citizen or resident of the United States.

(2) NPFFI or Non-participating FFI = a financial institution which refuses to comply with FATCA either by refusing to sign a contract with the IRS or by refusing to identify its clients or complete its reporting to the authorities.

(3) This power also extends to anyone (i) who appears, directly or indirectly, to be in breach of the laws and regulations of any country or any government authority, or (ii) who may, in the opinion of the Management Company of the Investment Fund/SICAV, cause a loss to the Investment Fund which it would not otherwise have sustained.

Automatic exchange of tax information (CRS):

France has signed multilateral agreements on the automatic exchange of information relating to financial accounts, based on the Common Reporting Standards (CRS) as adopted by the Organisation for Economic Co-operation and Development (OECD).

According to the law on the CRS, the Fund or the Management Company must provide local tax authorities with certain information about unit holders not resident in France. This information is then communicated to the relevant tax authorities.

The information to be communicated to the tax authorities includes information such as name, address, tax identification number (TIN), date of birth, place of birth (if shown in the financial institution's records), account number, account balance or, where applicable, end-of-year balance and payments posted on the account during the calendar year).

Each investor agrees to provide the Fund, the Management Company or their distributors, with the information and documentation required by law (including but not limited to their self-certification), along with all additional documentation reasonably required which may be necessary to fulfil its reporting obligations under the CRS rules.

Further information on the CRS rules is available on the websites of the OECD and the tax authorities of the states which have signed the agreement.

Any unit holder that fails to comply with the Fund's request for information or documentation:

(i) may be held liable for penalties imposed on the Fund and which would apply should the unit holder fail to provide the requested documentation or provides incomplete or incorrect documentation, and (ii) will be reported to the relevant tax authorities for having not provided the information needed to identify their tax residency and their tax identification number.

3.2 Special terms and conditions

✓ **ISIN codes:**

P unit: FR0010832469
I unit: FR0010838722
R unit: FR0013294659
PM unit: FR0013462520

✓ **Holding of UCIs:** Up to 10% of the net assets.

✓ **Classification:**Bonds and other international debt instruments

✓ **Management objective:**

The fund seeks to benefit from the increase in inflation expected by the US and European markets and to do so, aims to outperform the composite index 50% Markit iBoxx USD breakeven 10-Year Inflation (EUR) Hedged + 50% iBoxx EUR Breakeven 10-Year Inflation France & Germany Index.

✓ **Benchmark:**

The benchmark is a composite index: 50% Markit iBoxx USD breakeven 10-Year Inflation (EUR) Hedged + 50% Markit iBoxx EUR Breakeven 10 year Inflation France & Germany Index.

The UCI is managed actively and aims to outperform its benchmark. Its management is discretionary: it is mainly exposed to issuers of the benchmark and may be exposed to issuers not included in this index. The management strategy includes tracking the difference in the portfolio's level of risk compared to that of the benchmark. A moderate difference compared to the level of risk of this index is expected.

The Markit iBoxx USD Breakeven 10-Year Inflation (EUR) hedged index allows a US 10-year inflation breakeven position to be held through "long" exposure to US indexed bonds with a maturity close to 10 years and a "short" position on US government bonds with a maturity close to 10 years. The index includes at least six US 10-year indexed bonds and six US 10-year government bonds with similar durations.

The index is rebalanced on a monthly basis.

The index is denominated in euro.

The index is currency-hedged.

The benchmark's performance includes coupons that have been distributed by its constituent bonds (coupons reinvested) along with payment of the nominal value. Cash is reinvested on the rebalancing of the following month.

The iBoxx EUR Breakeven 10 year Inflation France & Germany Index allows a French and German 10-year inflation breakeven position through "long" exposure to French and German indexed bonds with a maturity close to 10 years and a "short" position on French and German government bonds with a maturity close to 10 years. The index includes at least six French and German indexed bonds and six French and German government bonds with similar durations.

The index is rebalanced on a monthly basis.

The index is denominated in euro.

The index is not currency-hedged.

The benchmark's performance includes coupons that have been distributed by its constituent bonds (coupons reinvested) along with payment of the nominal value. Cash is reinvested on the rebalancing of the following month.

The administrator of the benchmark index, IHS Markit Benchmark Administration Limited, is recorded on the register of administrators and benchmarks maintained by ESMA.
Additional information on the benchmark index can be accessed via the website of the administrator of the benchmark index:
https://ihsmarkit.com/index.html

Under Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016, the Management Company has a procedure for monitoring the benchmark indices used, describing the measures to implement should there be substantial changes made to an index or should this index stop being provided.

✓ **Investment strategy:**

CPR Focus Inflation is an international bond fund which aims to offer pure exposure to inflation so as to benefit from the expected and achieved increase in inflation while protecting itself against any increase in interest rates.
On the other hand, if expected inflation falls on the markets, it will lead to a decrease in the net asset value, all the more so as the Fund's sensitivity to implicit inflation is high. *

**Sensitivity to implicit inflation measures the impact on the portfolio's net asset value of the expected variation in inflation. Example: for sensitivity of +10, if expected inflation falls by 1%, the fund's net asset value will fall by 10% (1% x 10). Conversely, if expected inflation increases by 1%, the fund's net asset value will increase by 10% (1% x 10).*

To achieve this, the manager team will implement active management by taking on exposure to the inflation-indexed bond market in a global universe (mainly the eurozone and the United States), while hedging their sensitivity to interest rates, and/or inflation derivatives.

The exchange risk against the Euro will be systematically hedged upon investment and adjusted on a monthly basis.

The actual rate sensitivity range may be between +0 and +15 and the exposure to actual rates caused by holding inflation-indexed bonds will be automatically hedged on nominal rates through derivatives. This hedging will aim to bring the fund's overall interest rate sensitivity to within a range of [-2; +2].

- Nominal rates (conventional bonds):

The nominal rate represents the interest rate, including inflation. This fluctuates until maturity of the bond, depending in particular on inflation and growth expectations and technical factors.

- Actual rates (indexed bonds): nominal rates - implicit inflation:

The actual rate represents the actual interest rate excluding inflation. The inflation-linked bonds have coupons and a repayment of capital linked to an inflation index. The proportion allocated by the manager to actual rates in the portfolio is measured by sensitivity to actual rates.

It varies according to three factors:

- the correlation between actual rates and nominal rates,
- the discrepancy in return between actual rates and nominal rates,
- the comparison between implicit inflation on the market and expected inflation in our internal scenario (by area and by country).

- Implicit inflation:

An implied inflation position is equivalent to holding an inflation-indexed bond hedged at nominal rates at the same maturity and from the same issuer. This hedging will be applied using derivatives.

The strategy may also be implemented via inflation derivatives.

Implicit inflation sensitivity will be managed within a range of [+5; +15];

Inflation-linked bonds have the characteristic of having coupons and a repayment of capital indexed to an inflation index in the issuer’s zone. Their price varies, based both on rates levels like any traditional bond, and also the level of inflation.

The investment strategy is carried out according to the following steps:

- Inflation level forecasts by zone based on macroeconomic analysis and market technical characteristics;
- Based on the levels thus anticipated and the risk constraints associated with the portfolio, choice of allocation of inflation exposures by major geographic areas;
- Selection of maturities and investment vehicles based on technical criteria;
- Hedging of interest rate risk.

The Mutual Fund is exposed to implicit inflation via paper securities and/or derivatives.
The portfolio's geographical allocation, and the allocation of the portfolio by maturity segment and level of sensitivity to implicit inflation may differ from that of the benchmark index.

		Minimum	Maximum
Spread of sensitivity to real interest rates		+0	+15
Spread of overall sensitivity to interest rates		-2	+2
Range of sensitivity to implicit inflation		+5	+15
Geographical area of the Issuers of the securities [1]	**OECD**	0%	110%
Currency of the securities [1]	**Euro**	0%	110%
	Currencies other than the euro	0%	110%

[1] excluding derivatives

The Fund is subject to a sustainability risk, as defined in the risk profile.

The Fund integrates sustainability factors into its investment process.

In fact, CPR AM applies a Responsible Investment Policy which consists firstly of an exclusion policy targeted according to the investment strategy, and secondly of an Amundi Group ESG rating system made available to the management team (details of this policy are available in the CPR AM Responsible Investment Policy available at www.cpr-am.com).

✓ **Assets used (except embedded derivatives):**

Debt securities and money market instruments

The Mutual Fund will still be invested in interest rate instruments, in particular inflation-indexed bonds and/or government securities issued or guaranteed by governments in OECD countries, denominated in OECD country currencies, of any maturity.

The Mutual Fund will hold securities of issuers belonging to the universe of the Investment Grade category at the time of their acquisition, i.e. ratings equal to or greater than BBB- [S&P/Fitch] or Baa3 [Moody's] or equivalent according to the management company's criteria, and deposits made with credit institutions forming part of that same universe.

For the assessment of the risk and the credit category, the Management Company relies on its teams and its own methodology, which includes, amongst other factors, the ratings issued by the main rating agencies.

Shares or units of UCIs[1]

The Fund may hold up to 10% of its assets in units and/or shares of the collective investments or investment funds listed below.
These collective investments and investment funds are representative of all asset classes and can be domiciled in any geographic area, in compliance with the requirements of the Fund.

They may be collective investments and investment funds managed by the Management Company or by other entities – regardless of whether they belong to the Amundi Group – including related companies.

For reference, the regulatory limits for UCITS compliant with European Directive 2009/65/EC are:

- *Up to 100%* of total net assets*

  - French or foreign UCITS

  ** Insofar as and provided that these UCITS can invest up to 10% of their assets in collective investment schemes and/or investment funds.*

- *Up to 30%* of total net assets*

  - AIFs under French law

  - AIFs established in another Member State of the European Union and foreign-law investment funds meeting the criteria set out in the article of the French Monetary and Financial Code.

  ** Insofar as and provided that these AIFs and investment funds can invest up to 10% of their assets in collective investment schemes and/or investment funds.*

[1] The term "UCI", when used in the prospectus, regulations or KIID, is used generically and refers to: collective investments – UCITS, French AIFs and AIFs in another Member State of the European Union – and/or investment funds.

✓ **Derivatives:**

The Fund may invest in financial futures traded on French or foreign regulated markets, multilateral trading systems or over-the-counter markets for the purposes of hedging and/or exposure of the fund (see authorised transactions described below).

In particular, derivatives shall be used in order to:

- adjust exposure in terms of the portfolio's level of sensitivity;
- overexpose or underexpose the portfolio on a given maturity within authorised sensitivity ranges;
- use the asymmetric profile of options to follow or protect against market acceleration, both in an upward and in a downward direction;
- hedge the portfolio's assets fully against the exchange risk;
- expose the fund in an upward or downward direction and carry out arbitrage relating to interest rates and inflation within authorised ranges, and hedge their respective risk.

▪ Total Return Swaps:
As an indication, Total Return Swaps account for approximately 15% of the net assets, with a maximum of 20% of the net assets.

In order to hedge the portfolio or synthetically expose it to an asset, the fund may also enter into swaps for two combinations of the following types of flows:

- fixed rate
- variable rate (indexed to the Eonia/€STR, the Euribor, or any other market benchmark)
- performance linked to one or more currencies, shares, stock market indices or listed securities, UCIs or investment funds

  -optionally linked to one or more currencies, stock market indices or listed securities, UCIs or investment funds

Assets held by the fund which are covered by Total Return Swaps are held by the depositary.
The following table lists the instruments in which the Fund is likely to trade.

Type of risk	Equity	Interest rate	Currency	Credit	Other
		X	X		

	Type of market			Nature of the investments			
	Regulated markets	Multilateral trading systems	Over-the-counter markets	Hedging	Exposure	Arbitrage	Other strategies
Futures on							
Equities							
Interest rates	X	X	X	X	X	X	
Currencies	X	X	X	X	X		
Options on							
Equities							
Interest rates	X	X	X	X	X	X	
Currency	X	X	X	X	X		
Swaps							
Equities							
Interest rates	X	X	X	X	X	X	
Currency	X	X	X	X	X		
Options	X	X	X	X	X	X	
Total Return Swaps			X	X	X	X	
Credit derivatives							
Crédit default swaps (CDS)							
Credit Link Notes (CLN)							
Indexes							
Options on indexes							
Other							
Equity link							
Warrants							
Equities							
Interest rates							
Currency							
Credit							
EMTN							
European Medium Term Notes (EMTN)	X	X	X	X	X	X	
Warrants							
Equity							
Interest rates	X	X	X	X	X	X	

The fund may also use derivatives within the limit imposed by the regulations in force, in compliance with the limits defined in the investment strategy.

Information about the counterparties of derivative contracts

The CPR AM Brokerage and Counterparty Committee is the body that officially approves the list of intermediaries, counterparties and research brokers selected by the management company. The selection is based on the principle of selectivity of the best counterparties in the market and aims to select a limited number of financial institutions.

The assessment of the counterparties to propose those on the authorised list involves the input of several teams with respect to various criteria:

- Counterparty risk: The Credit Risk team of Amundi (SA) is in charge of assessing each counterparty on the basis of precise criteria (shareholding, financial profile, governance, etc.).
- Quality of order execution: The operational teams charged with the execution of orders within the Amundi Group assess the quality of the execution based on a series of factors depending on the type of instruments and markets concerned (quality of trading information, prices obtained, quality of settlement).

✓ **Other transactions:**

Term deposits:

The Fund may make term deposits with one or several credit institutions in order to fulfil its investment objective and to manage its cash, within a limit of 10% of its net assets.

Cash borrowing:

The FCP may borrow cash, up to a maximum 10% of its assets, to deal with isolated cash flow needs (transactions linked to ongoing investments/disinvestments, subscriptions/redemptions, etc).

Transactions involving temporary purchases and sales of securities:

·Type of transactions used:

. repurchase and reverse repurchase agreements in line with the French Monetary and Financial Code

. lending and borrowing of securities with reference to the French Monetary and Financial Code.

These transactions will cover eligible assets as defined by the regulations. These assets are held with the depositary.

· Types of trades:
The trades shall chiefly aim to facilitate adjustments to the portfolio in response to fluctuations in assets, as well as facilitating the investment of cash flows and more generally, to achieve its management objective.

Summary of proportions used:

Types of transactions	Reverse repurchase agreements	Repurchase agreements	Securities lending	Borrowing of securities
Maximum proportion (of net assets)	90%	50%	50%	50%
Expected proportion (of net assets)	between 0% and 90%	between 0% and 50%	between 0% and 50%	between 0% and 10%

· Fees: additional information is provided in the "Costs and fees" section.

✓ **Information relating to financial guarantees (temporary purchases and sales of securities and/or over-the-counter (OTC) derivatives including total return swaps (TRS) where applicable):**

Type of collateral:

In the context of temporary purchases and sales of securities and/or OTC derivative transactions, the UCITS may receive securities and cash as collateral.

Securities received as collateral must adhere to the criteria defined by the Management Company. They must be:
- liquid,
- transferable at any time,
- diversified in compliance with the Fund’s eligibility, exposure and diversification rules;
- issued by an issuer that is not an entity of the counterparty or its group.

For bonds, securities will also be issued by high-quality issuers located in the OECD whose minimum rating may be AAA to BBB- on Standard & Poor's rating scale or with a rating deemed equivalent by the management company. Bonds must have a maximum maturity of 50 years.

The criteria described above are detailed in a Collateral Management Risk Policy available on the management company's website at www.cpr-am.com and may be subject to change, particularly in the event of exceptional market circumstances. The discounts that may be applied to the collateral received will take into account the credit quality, the price volatility of the securities and the results of the stress tests performed.

Reuse of cash received as collateral:
Cash received as collateral may be reinvested in deposits, government bonds, reverse repurchase agreements or short-term money market UCITS in accordance with the Management Company's Risk Policy.

Reuse of securities received as collateral:
Not permitted: Securities received as collateral may not be sold, reinvested or provided as collateral.

✓ **Contracts amounting to collateral:** N/A

✓ **Risk Profile:**

"Your money shall be invested primarily in financial instruments selected by the management company. These financial instruments are subject to market fluctuations".

The Fund is exposed to the following risks:

- Capital risk:

The Fund does not offer any performance or capital guarantee and, accordingly, it may present a capital risk, particularly if the term of holding ends prior to the recommended investment period. Consequently, initial capital invested may not be returned in full.

<u>Main risks associated with management</u>

- Inflation risk:

This is the risk of a fall in implicit inflation
i Should implicit inflation fall, the Mutual Fund's net asset value is more likely to fall if its sensitivity to implicit inflation is high.

- Risk of underperformance compared to the benchmark:

As the Mutual Fund is actively managed, particularly in relation to geographical allocation, inflation-sensitivity allocation and distribution of the portfolio per maturity segment, which could be substantially different from its benchmark index, there is a risk that its performance may be significantly lower than the performance of its benchmark.

- Interest rate risk:

This is the risk of depreciation for interest-rate instruments due to changes in interest rates. This is measured by sensitivity.

In the event that interest rates rise (when sensitivity to interest rates is positive) or fall (when sensitivity to interest rates is negative), the Fund's net asset value is more likely to fall if its sensitivity to interest rates is high in absolute terms.

- Credit risk:

This is the risk of a downgrade of an issuer's credit quality or the risk of its default. This risk is even higher if the issuer belongs to the Speculative Grade credit category, i.e. rated below or equal to BB+ [Source S&P/Fitch] or Ba1 [Source Moody's] or considered to be equivalent by the management company according to its own criteria.

Such events could lead to a fall in the net asset value.

- Counterparty risk:

The UCITS may make use of temporary sales of securities and/or over-the-counter derivatives including total return swaps. Such transactions with a counterparty expose the UCITS to the risk of default and/or non-execution of the swap contract by the counterparty, which may have a significant impact on the UCITS' net asset value. This risk may not, where applicable, be offset by the financial guarantees received.

- Liquidity risk linked to temporary purchases and sales of securities and/or total return swaps (TRS):

The Fund may be exposed to trading difficulties or a temporary inability to trade certain securities in which the Fund invests or in those received as collateral, in the event of a counterparty defaulting on temporary purchases and sales of securities and/or total return swaps (TRS).

- Liquidity risk:

It presents the risks that a financial market, when volumes traded are low or if there are tensions on such market, might not be able to absorb the sell (or buy) volumes without causing the price of the assets to significantly drop (or rise).

Other risks ("ancillary" risks)

- Currency risk:

This is the risk of investment currencies depreciating or appreciating against the base currency of the portfolio, the euro.
Currency risk is not systematically hedged for investments made outside the euro zone.

- Legal risk:

The use of temporary purchases and sales of securities and/or total return swaps (TRS) may lead to a legal risk, particularly relating to contracts.

- Operational risk:

This represents the risk of losses resulting from the inadequacy or failure of internal processes, individuals, systems or from external events.

- Sustainability risk:

This is the risk associated with an environmental, social or governance event or condition that, if it occurs, could have an actual or a potential material negative impact on the value of the investment.

✓ **Guarantee or protection:** N/A

✓ **Eligible subscribers and standard investor profile:**

P unit: All subscribers, individuals

I unit: All investors, legal entities.

R unit: Strictly reserved for investors subscribing directly or via intermediaries providing a portfolio management service under mandate and/or financial investment advice that does not authorise them to retain retrocessions either contractually or in application of the MiFID II regulation or a national regulation.

PM unit: Strictly reserved for management under mandate of Crédit Agricole Group entities.

This Mutual Fund is intended for investors who are looking to benefit from the expected increase in inflation (eurozone and United States mainly), while being protected from a potential rise in interest rates.

Investors are reminded of the risks involved in holding units of UCIs and, in particular, the possibility of losing their invested capital at the end of the recommended investment horizon.

The amount that it is reasonable to invest in this Fund depends on the specific situation of each unitholder, including: the breakdown of their net assets, their short-term and long-term financing requirements and the level of risk they wish to incur.

Subscribers are also advised to sufficiently diversify their investments, so as not to be exposed to the risks of a single UCI or of a single market.

Clauses relating to the US Dodd-Frank Act:

This Fund's units cannot be offered or sold directly or indirectly in the United States of America (including its territories and possessions) to/on behalf of a "US Person"[1] as defined by US "Regulation S" adopted by the Securities and Exchange Commission ("SEC").

The Fund's Management Company may impose restrictions (i) on the holding of units by a US Person and in particular carry out the compulsory redemption of units held, or (ii) on the transfer of units to a US Person under the terms and conditions defined in Article 3 of the Fund's regulations[2].

[1]*The term "US Person" means: (a) an individual who is a US resident; (b) an entity or corporation organised or registered under American regulations; (c) any estate (or trust) of which the executor or administrator is a US Person; (d) any trust of which one of the trustees is a US Person; (e) any branch or subsidiary of a foreign entity situated in the United States of America; (f) any non-discretionary account (other than an estate or a trust) managed by a financial intermediary or any other representative authorised, incorporated or (if an individual) resident in the United States of America; (g) any discretionary account (other than an estate or trust) managed by a financial intermediary or any other representative authorised, incorporated or (if an individual) resident in the United States of America; and (h) any entity or company, if it is (i) organised or incorporated under the laws of any non-US jurisdiction and (ii) established by a US Person principally for the purpose of investing in securities not registered under the US Securities Act of 1933, as amended, unless it is organised or incorporated and owned by Accredited Investors (as defined in Rule 501(a) of the Act of 1933, as amended) who are not individuals, estates or trusts.*

(2) This discretion may also be applied to any person (i) deemed to be directly or indirectly in violation of the laws and regulations of any country or any government authority, or (ii) who could, in the opinion of the mutual fund's Management Company, cause damage to the mutual fund that it would not have otherwise suffered or incurred.

✓ **Recommended investment period:** More than 3 years

✓ **Procedure for determination and allocation of distributable sums:**

▪ **Net profit:** The Fund has opted for the pure accumulation method. Net income shall be fully reinvested each year.

Distribution frequency: N/A

▪ **Net realised capital gains:** The Fund has opted for the pure accumulation method. Net realised capital gains are fully accumulated each year.

Distribution frequency: N/A

✓ **Features of the units:**

Type of unit	*ISIN code*	*Allocation of distributable sums*		*Minimum subscription amount*		*Initial net asset value of the unit*	*Denomi-nation currency*
		Net profit	*Net realised capital gains*	*Initial*	*Subsequent*		
P	FR0010832469	Accumulation	Accumulation	One thousandth of a unit	One fraction of a unit	EUR 100	euro
I	FR0010838722	Accumulation	Accumulation	EUR 100,000 (1)	One fraction of a unit	EUR 10,000 (2)	euro
R	FR0013294659	Accumulation	Accumulation	One unit	One fraction of a unit	EUR 100	euro
PM	FR0013462520	Accumulation	Accumulation	One fraction of a unit	One fraction of a unit	EUR 100	euro

(1) except for the management company, CPR Asset Management UCIs or an entity belonging to the same group as the Depositary or an entity belonging to the same group, which may only subscribe to one unit.
(2) Division of the nominal value of the unit by 50 on 17/01/2017

✓ **Subscription and redemption procedures and terms(1):**

Institutions in charge of receiving subscription and redemption orders: CPR Asset Management, CACEIS Bank, the branch office network of the Regional Banks of Crédit Agricole in France and branches of LCL - Le Crédit Lyonnais in France.

Investors should note that orders sent to promoters other than the aforementioned institutions should take into account the fact that the cut-off time for the clearing of orders applies to those promoters.

Promoters may in turn accordingly apply their own cut-off time earlier than the one indicated above, so as to accommodate the time taken to forward the orders to the institutions authorised to receive subscriptions and redemptions.

Unitholders are informed that the above institutions may disclose the list of individuals who have subscribed to and/or redeemed units in this Fund at any time and at the request of the management company.

Calculation of net asset value:
the net asset value is determined on a daily basis, every day that the market is open and cumulative of the Paris (Euronext calendar) and New York stock markets, with the exception of official French or US public holidays or an exceptional market interruption.

The net asset value is available from the Management Company.

Orders are executed in accordance with the table below:

D	D	D: day that the NAV is determined	D+1 business day	D+1 Business day	D+1 Business day
Clearing before 12:00 pm of subscription orders[1]	Clearing before 12:00 pm of redemption orders[1]	Order execution within D at the latest	Publication of the net asset value	Subscription settlement	Redemption settlement

[1] *Unless there is a time agreed with your financial institution.*

Final date and time for receipt of orders:subscription and redemption orders are cleared before 12:00 pm on each day that the net asset value is calculated.

Procedures for execution of orders: orders will be executed on the basis of the next net asset value (i.e. at an unknown rate), plus, where applicable, interest accrued during a non-valuation period.

Further information on the procedures for switching from one unit category to another: requests to switch units are pooled before 12.00 pm every day and are executed on the basis of the respective asset values of each unit.

Unit holders who are not likely to receive a whole number of units, due to the exchange rate, may pay an additional amount in cash in order to receive an additional unit, if they so wish.

Unit swap transactions within the Fund will be considered as a sale followed by a purchase, and will therefore be subject to the tax treatment for capital gains on disposals of marketable securities.

Potential indication of the stock exchanges or markets where the units are listed: N/A

(1) *Persons wishing to acquire or subscribe to units shall certify at the time of any acquisition or subscription of this Fund's units that they are not a "US Person". Any unitholder who becomes a "US Person" must immediately notify the Fund's management company of this.*

✓ **Operating and management costs:**

Subscription and redemption fees:

Any investor who becomes a US Person must immediately notify the SICAV's management company of the change. Fees are retained by the Fund to offset the costs incurred by the Fund in investing or liquidating the amounts involved.

Fees that are not paid to the Fund are due to the management company, the Promoter, etc.

Fees paid by the investor, charged at subscription and redemption	Basis	Maximum rate / scale
Subscription fee not retained by the Fund	Net asset value x number of units	P, I and R units: 1% PM unit: 10%
Subscription fee retained by the Fund	Net asset value x number of units	N/A
Redemption fee not retained by the Fund	Net asset value x number of units	N/A
Redemption fee retained by the Fund	Net asset value x number of units	N/A

No.	Fees charged to the Fund (1)(2)(3)	Basis	Maximum annual rate/scale
1	▪Financial management and administrative fees external to the management company	Net assets excluding UCI	P unit: 1.20% incl. tax I unit: 0.60% incl. tax R unit: 0.60% incl. tax PM unit: 0.90 % incl. tax
2	▪ Maximum indirect fees (fees and management fees)	Net assets	Negligible
3	▪ Transaction fees charged by the Management Company	Per transaction	- 0.02% (incl. tax) of the transaction amount on sales or purchases of bonds and other debt securities. - from €10 to €50 per transaction for other types of transaction.
4	▪ Outperformance fee	Net assets	P unit, I unit, R unit(4) and PM unit (6): 20% annually of the performance above that of the benchmark assets(5) (5)*(capped at 1%).*

Fees charged to the Fund:

Management fees cover all the fees invoiced directly to the Fund, including management fees outside the Management Company (Statutory Auditor, Depositary, distribution, lawyers), except for transaction costs. Transaction costs include intermediary costs (brokerage, stock market taxes, etc.) as well as transaction fees, if any, that may be charged particularly by the Depositary and the management company.

Indirect management fees cover the indirect commission and management fees borne by the Fund (these fees exist when the Fund invests more than 20% of its assets in UCI units and/or equities).

In addition to the management fees, there may be:
- outperformance fees. These reward the Management Company when the Fund exceeds its objectives. They are therefore charged to the Fund;
- transaction fees charged to the Fund;
- fees related to the temporary purchases and sales of securities.

(1) *Exceptional legal costs, associated with recovering the debts of the Fund or with a procedure to assert a right, may be added to the fees charged to the Fund, as detailed above.*
(2) *The costs associated with contributions owed to the AMF may be added to the fees invoiced to the Fund as detailed above.*
(3) *Exceptional and non-recurring taxes, duties, charges and government fees (relating to the UCITS) may be added to the fees charged to the Fund, as detailed above.*
(4) *The first variable management fee may be charged on the R units as of 31 December 2018.*
(6) *The first variable management fee may be charged on the PM units as of 31 December 2021.*

The calculation of the outperformance fee applies to each unit concerned and on each calculation date of the Net Asset Value. This is based on the comparison (hereinafter the "Comparison") between:

- The net assets of the unit (before deduction of the performance fee) and
- The benchmark assets (hereinafter the "Benchmark Assets") which represent and replicate the net assets calculated for the unit (before deduction of the outperformance fee) on the first day of the observation period, adjusted for subscriptions/redemptions at each valuation, to which the performance of the benchmark index is applied (50% Markit iBoxx USD Breakeven 10-Year Inflation (EUR) Hedged Index + 50% iBoxx EUR Breakeven 10-year Inflation France & Germany Index).

Therefore, from 01/01/2022, the Comparison is performed over an observation period of five years at the most, for which the anniversary date corresponds to the date of calculation of the last net asset value in December.
All observation periods beginning on or after 31/12/2021 incorporate the new terms and conditions below.

During the life of the unit, a new observation period of a maximum of 5 years starts:

- In the event of payment of the provision on an anniversary date.
- In the event of cumulative underperformance observed at the end of a 5-year period.

Any underperformance of more than 5 years is disregarded.

The outperformance fee will represent 20% of the difference between the net assets calculated at the unit level (before deduction of the outperformance fee) and the Benchmark Assets if the following cumulative conditions are met:

- This deviation is positive
- From the beginning of the observation period as defined above, the relative performance of the unit, compared to the benchmark asset, is positive or zero.

Underperformances over the last 5 years must therefore be offset for before a provision can be posted again.

This fee shall be the subject of a provision when the net asset value is calculated.

In the case of redemption during the observation period, the share of the provision made, corresponding to the number of units redeemed, is definitively retained by the management company. This may be paid to the management company on each anniversary date.

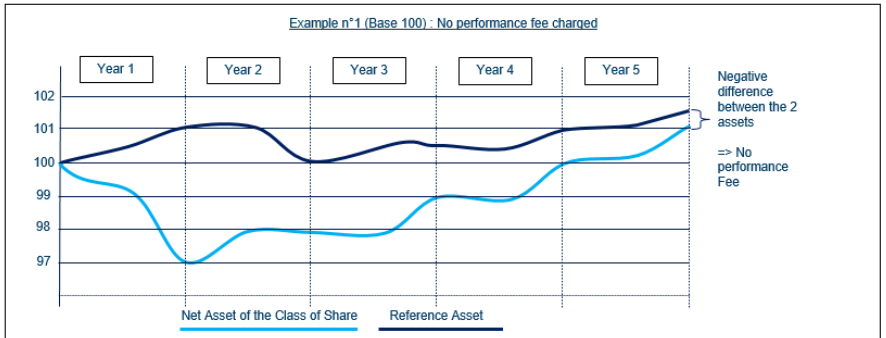
If, over the observation period, the calculated net assets of the unit (before deduction of the performance fee) are less than the benchmark assets, the performance fee shall be zero and shall be the subject of a provision reversal when the net asset value is calculated. Provision reversals are capped at the amounts of previous allocations.

Over the observation period, any provisions as defined above become payable on the anniversary date and will be paid to the Management Company.

The outperformance fee is collected by the management company even if the unit's performance over the observation period is negative, while remaining above the performance of the Benchmark Assets.

The three examples below illustrate the method described for 5-year observation periods:

Scenario of underperformance that is not offset:

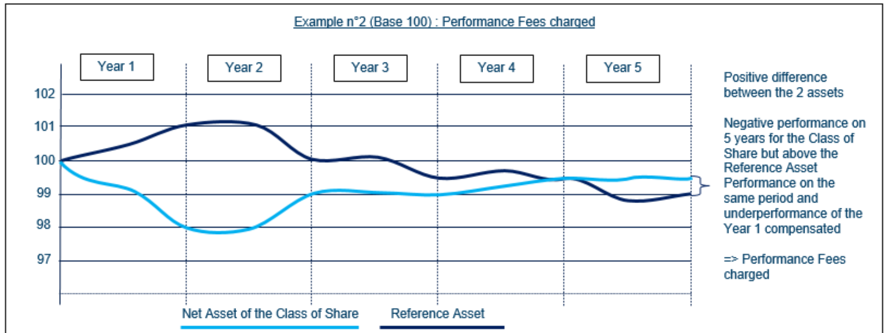


Evolution	Year 1	Year 2	Year 3	Year 4	Year 5
Net Asset of the Class of Share	-3	1	1	1	1
Reference Asset	1	-1	0,5	0,5	0,5
Annual comparison	-4	2	0,5	0,5	0,5
Cumulated comparison	-4	-2	-1,5	-1	-0,5

Underperformance of Year 1 not compensated

=> No performance fees

Scenario of underperformance that is offset:

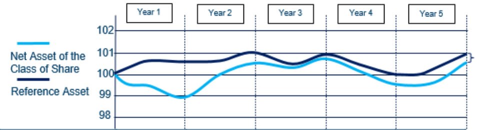


Evolution	Year 1	Year 2	Year 3	Year 4	Year 5
Net Asset of the Class of Share	-2	1	0	0,5	0
Reference Asset	1	-1	-0,5	0	-0,5
Annual comparison	-3	2	0,5	0,5	0,5
Cumulated comparison	-3	-1	-0,5	0	0,5

=> Performance Fees basis (description of the method above)

Scenario of underperformance that is not offset and a new observation period starts during the year of an underperformance:

Example n°3 (Base 100) : Opening of a new 5 years observation period for each underperformance



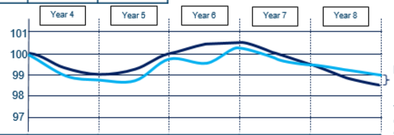
Underperformance of Year 1 not compensated at the end of Year 5.

=> No performance fee

Evolution	Year 1	Year 2	Year 3	Year 4	Year 5
Net Asset of the Class of Share	-1	1,5	0,25	-1,25	1
Reference Asset	0,5	0,5	0	-1	1
Annual comparison	-1,5	1	0,25	-0,25	0
Cumulated comparison	-1,5	-0,5	-0,25	-0,5	-0,5

After 5 years without performance fee, Year 1 (underperformance -1,5) is no longer relevant as 5 years have passed by.

A new observation period of maximum 5 years starts with Year 4 (next underperformance -0,25 to compensate)



Positive difference between the 2 assets

Underperformance of the Year 4 compensated at the end of Year 7

Evolution	Year 4	Year 5	Year 6	Year 7	Year 8
Net Asset of the Class of Share	-1,25	1	0,5	-0,75	-0,5
Reference Asset	-1	1	0,5	-1	-1
Annual comparison	-0,25	0	0	0,25	0,5
Cumulated comparison	-0,25	-0,25	-0,25	0	0,5

=> Performance Fees basis (description of the method above)

For further details, please refer to the ESMA Guidelines No. 34-39-968 on outperformance fees in undertakings for collective investment in transferable securities and certain types of alternative investment funds, as amended, as well as the associated Q&As issued by ESMA.

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<u>Transactions involving temporary acquisition/disposal of securities:</u>

The management company does not receive any payment for the temporary acquisition of securities.

✓ **Brief description of the process for selecting intermediaries:**

The management company implements an intermediary selection policy, in particular when entering into temporary purchases and sales of securities and certain derivatives, such as total return swaps (TRS).

The CPR AM Brokerage and Counterparty Committee is the body that officially approves the list of intermediaries, counterparties and research brokers selected by the Management Company. The Brokerage and Counterparty Committee meets several times a year. Presided over by CPR AM's Management, it brings together the Investment Director, the Management Directors, representatives from the Amundi Intermediation trading desk, the Legal Department Manager, the Risk Control Manager and the Compliance Manager.

The aim of the Brokerage and Counterparty Committee is to:
- approve the list of financial brokers and/or intermediaries;
- monitor volumes (share broking and net amounts for other products) allocated to each broker;
- give an opinion on the quality of brokers' services.

Only those financial institutions of an OECD country with a minimum rating that may be AAA to BBB- on Standard & Poor's rating scale or with a rating deemed equivalent by the Management Company are selected when setting up the transaction.

The assessment of the brokers and counterparties with a view to defining those that appear on the authorised list and the maximum volumes permissible for each of them requires the involvement of several teams who give an opinion regarding various criteria:
- Counterparty risk;
- Quality of order execution;
- Evaluation of services of assistance with investment decisions.

4 - Commercial information

✓ **Place where the Fund documents and additional information may be obtained:**

- Unitholders can obtain the Fund's prospectus and latest annual report and interim statements, within eight business days, on written request sent to the management company:

  CPR Asset Management
  91-93, boulevard Pasteur, 75015 Paris
  Fax: +33 (0)1 53 15 70 70
  Website: www.cpr-am.com

- CPR Asset Management keeps the document entitled "Voting Policy" available to unitholders. The report setting out the conditions under which CPR Asset Management has exercised its voting rights is included in the Fund's annual report.
- The Management Company provides investors with information on how the criteria for compliance with social, environmental and governance quality objectives are incorporated into its investment policy on its websitewww.cpr-am.com and in the Fund's annual report.

- Allocation of distributable sums:
  - Net profit: The Fund accumulates its net income.
  - Net realised capital gains: The Fund accumulates its net realised capital gains.

- The net asset value of the Fund is calculated on a daily basis. It is available on request from the management company and/or on its website: www.cpr-am.com.

- Unitholders may purchase or redeem their shares at the institution responsible for the clearing of subscriptions/redemptions.

- The composition of the UCI’s portfolio can be obtained from the Management Company by any professional investor subject to the supervision of the French Prudential Supervision and Resolution Authority (Autorité de contrôle prudentiel et de résolution, ACPR), the AMF or any equivalent European authority for the strict regulatory requirements related to Directive 2009/138/EC (the Solvency II Directive). In this context, the information is provided to these investors at the earliest 48 hours after the publication of the net asset value, provided that management procedures have been implemented for this information to ensure the integrity of transactions (in particular to avoid market timing practices); failing this, the Management Company reserves the right to defer transmission of the composition of the Fund's portfolio.

- Investors are notified of changes affecting the Fund under the arrangements prescribed by the Autorité des Marchés Financiers, i.e., specific information notice or any other means such as information on the management company's website ("Product life" tab available in the Fund's fact sheet), interim report, annual report and financial news release.

- For any other requests, contact CPR Asset Management on the following number: +33 (0)1 53 15 70 00.

- The Fund's compliance with criteria relating to environmental, social and governance (ESG) objectives:

The management company provides investors, on its website www.cpr-am.com and in the Fund's annual report, with information on how ESG criteria are taken into account in the Fund's investment policy.
Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (the "Disclosure Regulation")
As a financial market participant, the Mutual Fund's management company is subject to Regulation 2019/2088 of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "Disclosure Regulation").
This Regulation lays down harmonised rules for financial market participants on transparency with regard to the integration of sustainability risks (Article 6 of the Regulation), the consideration of adverse sustainability impacts, the promotion of environmental or social characteristics in the investment process (Article 8 of the Regulation) or sustainable investment objectives (Article 9 of the Regulation).
Sustainability risk is defined as an environmental, social or governance event or condition that, if it occurs, could cause an actual or a potential material negative impact on the value of the investment.
Sustainable investment is an investment in an economic activity that contributes to an environmental objective, as measured, for example, by means of key resource efficiency indicators on the use of energy, renewable energy, raw materials, water and land, on the production of waste and greenhouse gas emissions or on its impact on biodiversity and the circular economy, or an investment in an economic activity that contributes to a social objective, in particular an investment that contributes to tackling inequalities or that fosters social cohesion, social integration and labour relations, or an investment in human capital or economically or socially disadvantaged communities, provided that such investments do not significantly harm any of those objectives and that the investee companies follow good governance practices, in particular with respect to sound management structures, employee relations, remuneration of staff and tax compliance.

5 - Investment rules

The Fund will comply with the eligibility rules and the investment limits applicable to UCITS, including the French Monetary and Financial Code and the AMF General Regulations.

Please note that the Fund may use the exemption provided for by the French Monetary and Financial Code and may therefore invest over 35% of its assets in eligible financial securities and money market instruments issued or guaranteed by a Member State of the European Union or by another State party to the Agreement on the European Economic Area, by its local public authorities, by a third-party country or by international public sector bodies to which belong one or more Member States of the European Union or other States parties to the Agreement on the European Economic Area or if the securities are issued by the social debt repayment fund.

6 - Overall risk

The method used by the Management Company to calculate global risk is the relative value at risk calculation method as defined in the General Regulations of the AMF (*Art. 411-77 & seq.*).

The Fund’s expected level of leverage, provided by way of information, calculated as the sum of the nominal values of the positions on the financial contracts used, is
500%.

7 - Asset valuation rules

The Fund complies with the accounting rules laid down by the French regulations in force, and specifically with the accounting rules applicable to UCIs.

✓ **Valuation rules for financial instruments and off-balance sheet commitments:**

- Valuation method for financial instruments (transferable securities)

. Securities traded on the stock market are valued based on the last known rate on their main market.
However, securities traded on the stock market, for which the rate has not been established on the day or valuation, or for which the rate has been adjusted, are valued at their probable trading value, under the responsibility of the management company.

. Negotiable debt securities are valued by application of an actuarial method, the market rate being increased or decreased by a margin representative of the issuer's intrinsic features.
However, NDS with a residual maturity of three months or less may be valued using the straight-line method.

. UCI units or shares are valued at the last known net asset value.

. Securities which are not traded on a regulated market are valued under the responsibility of the fund's management company at their probable trading value.

. Transactions involving temporary purchases and sales of securities are valued using the straight-line method, by daily increment of the corresponding proportion of interest.
However, on sale, the valuation will continue to apply the valuation at market price of the underlying asset.

. Transactions on financial futures or options traded on French or foreign organised markets are valued based on the closing rate on their main market.

. Financial futures or options transactions entered into on over-the-counter markets, and authorised under the regulations applicable to UCITS, are valued at their market value or at their probable trading value, under the responsibility of the management company.

. Guarantee deposits on financial futures or options transactions, constituted in cash, are posted in the assets of the balance sheet and feature under Sundry debtors.

. Securities forming the subject of technical hedging, may be valued so as to neutralise the contradictory effects of market prices.

- Off-balance sheet commitment valuation rules

. Transactions to buy back securities that have been sold are recorded at their contractual value.

. Contracts involving organised, firm futures markets are valued at their market value, which must correspond to the criteria used for balance sheet valuation.

. Contracts involving organised, conditional futures markets are valued using the equivalent underlyings.

. Swap, cap, floor or collar contracts are valued at the market price obtained using the replacement cost approach.
However, it should be noted that the above off-balance sheet commitments do not represent total off-balance sheet exposure including the UCITS regulatory ratio of futures market exposure to assets.

Valuation of financial collateral:

Collateral is valued daily at market price (mark-to-market method).

Haircuts may be applied to collateral received; they take into account the creditworthiness, the price volatility of the securities and the results of the stress tests performed.

Margin calls are made daily, unless otherwise stipulated in the framework contract covering these transactions or if the Management Company and the counterparty have agreed to apply a trigger threshold.

✓ **Accounting method:**

Revenues of all types are recognised according to the accrued interest method.

Interest accrued during a non-valuation period is, if necessary, added to the net asset value.

Securities lending and borrowing transactions are recorded excluding fees.

8 – Remuneration

The Management Company has established a remuneration policy in line with that of the Amundi Group (the "Group") to which CPR AM belongs.

CPR AM's policy is designed to regulate practices regarding the different remunerations of employees authorised to make decisions, exercise control functions or take risks.

The remuneration policy was established in order to align with the business strategy and long-term objectives, values and interests of the company, the UCIs under management and investors.

The objective of this policy is to discourage excessive risk-taking, in particular through the non-observance of the risk profile of the UCIs managed by CPR AM.

Furthermore, CPR AM has implemented suitable measures to prevent conflicts of interest.

The remuneration policy is overseen by the Group's Board of Directors and CPR AM's Board of Directors.

The main elements of the remuneration policy are available on the website at www.cpr-am.com or free of charge on written request from CPR AM.