

AMUNDI FUNDS BOND GLOBAL AGGREGATE - IHE

BOND ■

MONTHLY
REPORT

31/05/2015

Key information

Net Asset Value (NAV) : (A) 1,147.50 (EUR)
(D) 1,030.93 (EUR)

NAV as at : 29/05/2015

Assets Under Management (AUM) :
6,771.56 (million EUR)

ISIN code : (A) LU0839535357
(D) LU0987191722

Benchmark :
100% BARCLAYS GLOBAL AGGREGATE
HEDGED

Investment Objective

The investment management team seeks to outperform the 'Barclays Global Aggregate' index by allocating the portfolio's estimated ex ante tracking error across global developed and developing government, credit and currency markets. The active approach combines both long-term directional and relative value strategies views with short-term tactical management.

Risk & Reward Profile (SRRI)



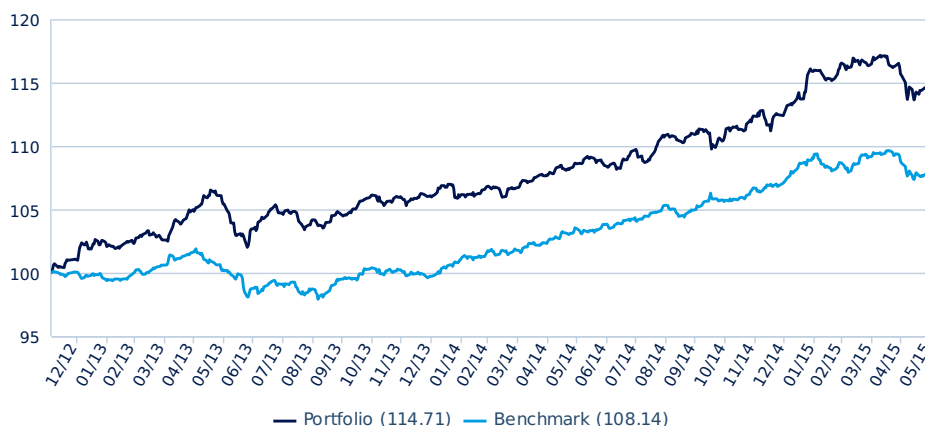
Lower risk, potentially lower rewards

Higher risk, potentially higher rewards

The SRRI represents the risk and return profile as presented in the Key Investor Information Document (KIID). The lowest category does not imply that there is no risk. The SRRI is not guaranteed and may change over time.

Returns

Performance evolution (rebased to 100) *



Cumulative returns *

	YTD	1 month	3 months	1 year	3 years	5 years	Since
Since	31/12/2014	30/04/2015	27/02/2015	30/05/2014	-	-	04/12/2012
Portfolio	1.70%	-0.75%	-1.58%	5.63%	-	-	5.68%
Benchmark	0.83%	-0.46%	-0.49%	4.51%	-	-	3.20%
Spread	0.87%	-0.28%	-1.09%	1.12%	-	-	2.48%

Calendar year performance *

	2014	2013	2012	2011	2010
Portfolio	6.43%	4.94%	-	-	-
Benchmark	7.57%	-0.33%	-	-	-
Spread	-1.14%	5.27%	-	-	-

* Source : Amundi. Cumulative returns are annualised returns for periods exceeding 1 year (365 days basis). The above results pertain to full 12-month period per calendar year. All performances are calculated net income reinvested and net of all charges taken by the Sub-Fund. Past performance is not a reliable indicator of future performance. The value of investments may vary upwards or downwards according to market conditions.

Fund statistics

	Portfolio	Benchmark
Yield	2.10%	1.42%
Modified duration ¹	3.88	6.49
SWMD ²	7.81	3.09
Average rating ³	A-	AA-
Total portfolio holdings	322	-
Issuer number	197	-

¹ Modified duration (in points) estimates a bond portfolio's percentage price change for 1% change in yield

² SWMD : spread-weighted modified duration

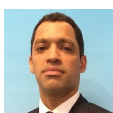
³ Based on cash bonds and CDS but excludes other types of derivatives

Performance analytics

	Inception to date
Maximum drawdown	-4.25%
Recovery period (days)	197
Worst month	06/2013
Lowest return	-1.87%
Best month	01/2015
Highest return	2.83%

Risk analysis (rolling)

	1 year	3 years	5 years
Portfolio volatility	3.71%	-	-
Benchmark volatility	2.24%	-	-
Ex-post Tracking Error	3.48%	-	-
Information ratio	0.32	-	-
Sharpe ratio	1.53	-	-

**Laurent Crosnier**Amundi London GIO - Portfolio
manager**Myles Bradshaw**Head of Global Aggregate Fixed
Income - Portfolio Manager

Management commentary

The tension at the long end of the German curve continued and increased in May. From a low of 5bp, German 10 year yields culminated at 80bp. The catalyst appears to have been a shift in inflation expectations along with improved Euro macro data. The movement then turned more technical as highly leveraged hedge funds started selling down their positions. The tension at the long end of the German curve also affected US, Australian and Canadian bond markets. Once this technical rally ran out of steam, yields started falling back down. The UK general elections provided a clearer result than expected, economic data generally underwhelmed although a US rate hike still seems on the cards this year dixit Mrs Yellen. Overall, bond markets underperformed, as did credit. Emerging debt was solid posting very limited negative returns. On the FX side, the USD gained in the second half of the month especially against Yen. Commodity currencies weakened on declining oil prices and PBOC easing.

In this context, bond market positions underperformed. The gains realized on the underweight duration position were more than cancelled out by losses on the steepening of the curve. Credit also underperformed slightly. FX performance was positive, with the long USD, GBP and short commodity currencies being the stand out positive positions. Emerging currencies remained weak in light of USD strength.

Performance attribution

	05/2015	2015	2014	2013	2012	2011
	-	-	-	-	-	-
OECD Bonds	-0.62	0.46	-0.85	2.36	1.05	0.95
Global bond exposure	0.24	0.02	-3.48	1.36	-0.41	-2.39
Market allocation	-0.38	0.26	1.02	1.41	0.24	0.66
Yield curve segment allocation	-0.40	-0.05	1.45	-0.25	0.58	2.69
Bond selection	-0.08	0.23	0.16	-0.16	0.64	-0.01
Credit	-0.05	0.35	0.74	1.97	6.74	-8.71
Emerging market exposure	-0.02	0.27	-0.37	-0.02	2.46	0.05
Currencies	0.36	0.30	0.09	2.76	6.90	-2.71
USD	0.33	0.70	2.25	-	-	-
Inter-bloc	0.02	-0.07	-0.23	-	-	-
Intra-bloc	0.20	0.28	-0.48	-	-	-
EM Currencies	-0.19	-0.61	-1.45	-	-	-
Trading	0	0	0	0	0	0.60
Fees	-	-	-	-	-	-
Fixed & variable fees	0.03	-0.47	-0.60	-1.75	-1.53	-0.50
Performance	-	-	-	-	-	-
Excess return	-0.30%	0.91%	-0.99%	5.32%	15.62%	-10.32%
Absolute Portfolio Performance	-0.71%	1.77%	6.60%	5.18%	21.34%	-4.92%

Out performance attribution for the institutional share class

Statistical risk indicators (ex-ante)

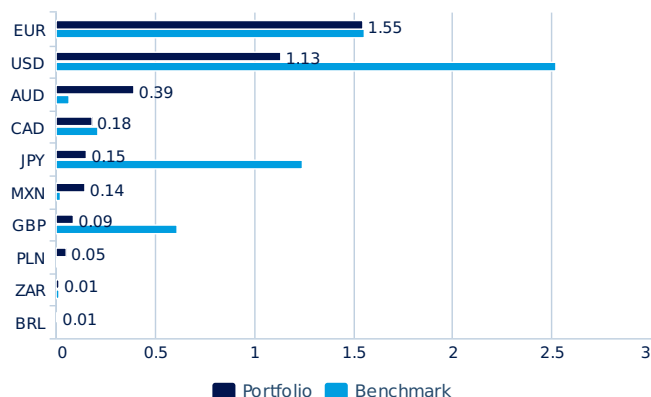
	Portfolio
Total risk Tracking Error	3.10%
Bond risk	-
Yield curve segment allocation	0.72%
Global bond exposure	0.79%
Swap spread	0.15%
Global bond market allocation	1.30%
Credit risk	-
Credit	0.64%
Emerging bond exposure	0.15%
Currency risk	-
Emerging currencies allocation	0.72%
Fx inter-bloc (EUR, JPY, CAD)	0.22%
Fx intra-bloc	1.00%
US Dollar exposure	1.48%
Equity risk	-
Global equity exposure	0%
Sector allocation	0%
Global equity market allocation	0%
Diversification effect	4.08%

Source RiskMetrics

Equity risk refers to the contribution of convertible bonds

Global risk allocation per yield curve

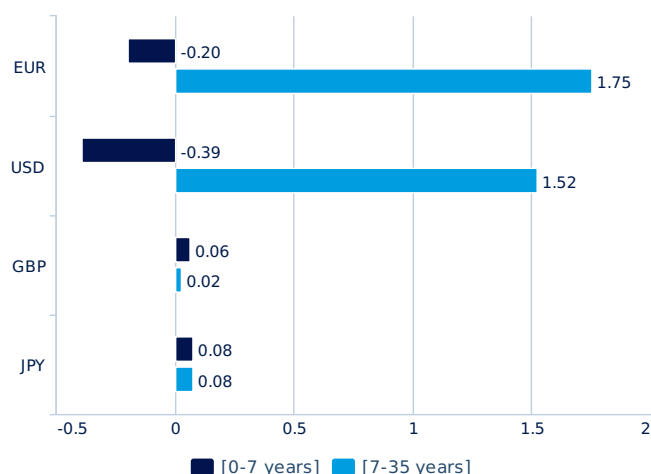
Modified duration ***



*** Includes derivatives

Global risk allocation per yield curve segment

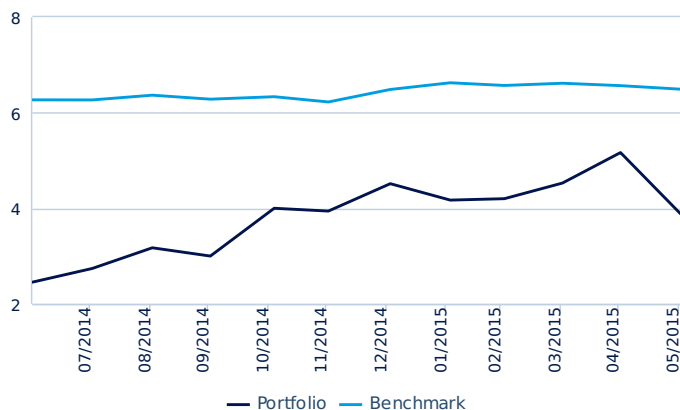
Modified duration ***



*** Includes derivatives

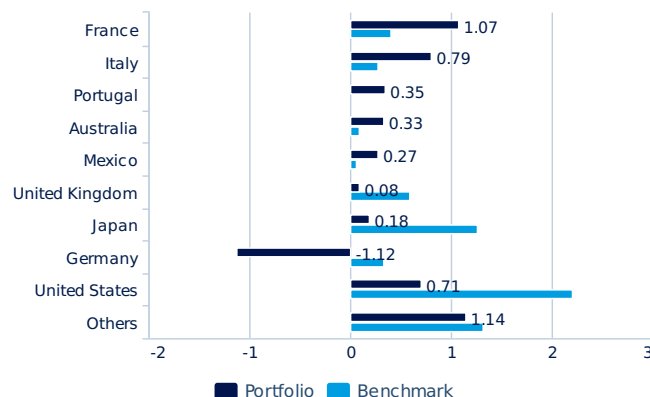
Historical risk indicators

Modified duration



Portfolio breakdown by country

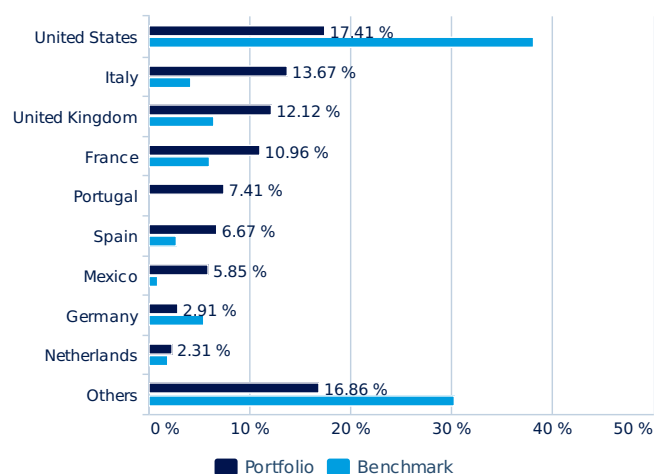
Modified duration *



* Includes derivatives & credit default swaps.

Portfolio breakdown by country

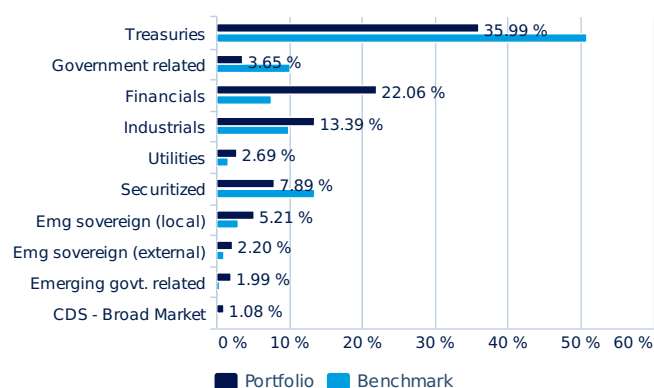
% of assets **



** Includes credit default swaps

Portfolio breakdown by sector

% of assets **



** Includes credit default swaps

Top 10 corporate issuers **

	Sector	% asset
CREDIT AGRICOLE SA	Financials	1.11%
MORGAN STANLEY	Financials	1.10%
CITIGROUP INC	Financials	1.06%
WELLS FARGO & CO	Financials	0.96%
GOLDMAN SACHS GRP INC	Financials	0.93%
ABN AMRO BANK NV	Financials	0.91%
JPMORGAN CHASE & CO	Financials	0.89%
INTESA SANPAOLO SPA	Financials	0.86%
VOLKSWAGEN INTL FIN NV	Industrials	0.72%
ORANGE SA	Industrials	0.71%

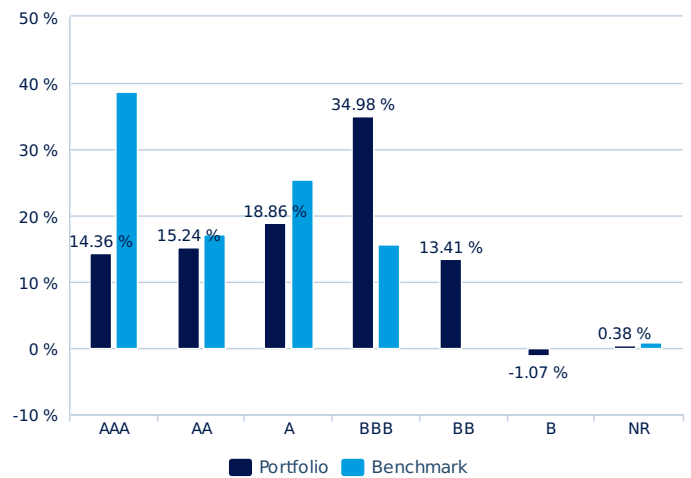
** Includes credit default swaps

Sector allocation

	% of assets	% of assets (benchmark)
Treasuries	35.99%	50.84%
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Government related	3.65%	10.08%
Agencies	2.26%	4.89%
Supranationals	0.78%	2.28%
Local authorities	0.61%	2.91%
Financials	22.06%	7.51%
Real estate	-	0.42%
Banks & building societies	17.26%	5.42%
Insurers	4.16%	1.00%
Specialised financial	0.64%	0.68%
Industrials	13.39%	10.00%
Automobiles	1.35%	0.57%
Energy	2.40%	2.03%
Consumer non-cyclical	0.38%	1.16%
Chemicals	0.75%	0.34%
Telecom. & technology	5.07%	1.82%
Tobacco	0.14%	0.19%
Capital goods	0.79%	0.67%
Consumer cyclical	0.94%	0.79%
Pharmaceuticals & biotechnology	0.63%	0.70%
Media	0.38%	0.59%
Transportation	-	0.61%
Others	-	0%
Basic materials	0.56%	0.51%
Utilities	2.69%	1.57%
Utilities	2.69%	1.57%
Securitized	7.89%	13.43%
CMBS	0.25%	0.56%
ABS	7.51%	0.27%
Covered bonds	0.13%	2.99%
MBS	-	9.62%
Emerging sovereign (local debt)	5.21%	2.97%
Emerging sovereign (local debt)	5.21%	2.97%
Emerging sovereign (external debt)	2.20%	1.08%
Emerging sovereign (ext debt)	2.20%	1.08%
Emerging govt. related	1.99%	0.40%
Emerging govt. related : Utilities	-	0.02%
Emerging govt. related : Agencies	0.17%	0.12%
Emerging govt. related : Industrials	1.83%	0.22%
Emerging govt. related : Financials	-	0.04%
CDS - Broad	1.08%	-
CDS - Investment Grade	2.71%	-
CDS - High Yield	-1.63%	-

Portfolio breakdown by rating

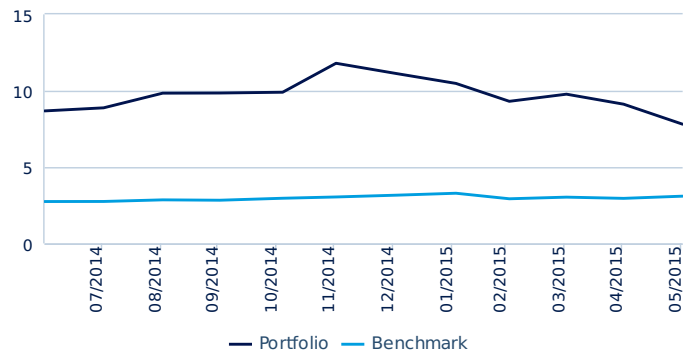
% of assets **



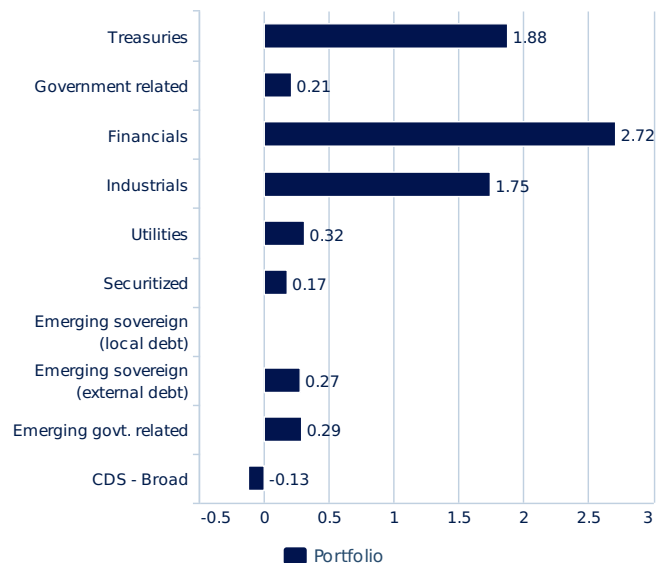
** Includes credit default swaps

Historical risk indicators

Spread Weighted Modified Duration (SWMD)



Spread Weighted Modified Duration (SWMD)



Top 15 issuers**

	Sector	% asset
UNITED STATES OF AMERICA	Treasuries	8.27%
ITALIAN REPUBLIC	Government related	7.46%
UNITED KINGDOM	Treasuries	5.58%
SPAIN (KINGDOM OF)	Treasuries	5.44%
PORTUGAL	Treasuries	5.12%
UNITED MEXICAN STATES	Emerging sovereign (external debt)	3.76%
FRANCE	Treasuries	3.09%
PETROLEOS MEXICANOS (PEMEX)	Emerging govt. related	1.30%
CREDIT AGRICOLE SA	Financials	1.11%
MORGAN STANLEY	Financials	1.10%
CITIGROUP INC	Financials	1.06%
BRAZIL	Emerging sovereign (external debt)	1.00%
POLAND	Emerging sovereign (external debt)	0.96%
WELLS FARGO & CO	Financials	0.96%
GOLDMAN SACHS GRP INC	Financials	0.93%

** Includes credit default swaps

Breakdown by rating & sector **

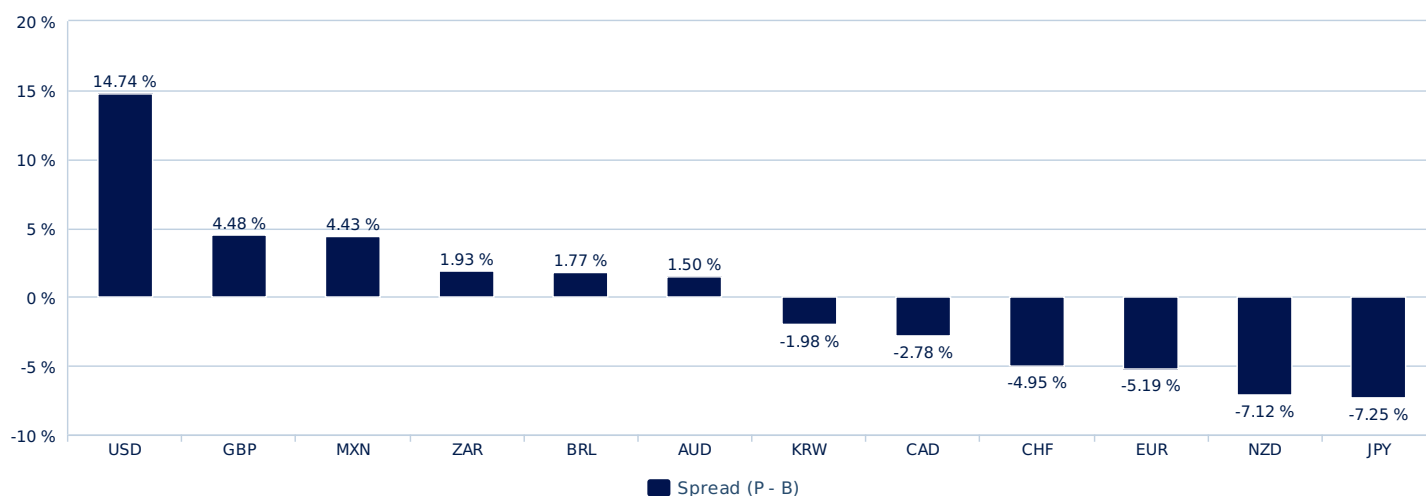
	Investment grade % of assets	Speculative grade % of assets
Treasuries	30.88%	5.12%
Emg sovereign (local)	5.21%	-
Utilities	1.80%	0.89%
Emg sovereign (external)	1.60%	0.60%
Securitized	7.89%	-
Government related	2.93%	0.72%
Industrials	10.69%	2.70%
Financials	17.73%	4.34%
Emerging govt. related	1.99%	-
CDS - Broad Market	2.71%	-1.63%
Total	83.42%	12.73%

** Includes credit default swaps

Main emerging debt allocation

	% asset
Mexico	5.06%
Brazil	1.38%
Poland	0.96%
Croatia	0.60%
Slovenia	0.59%
Total	8.59%

Currency risk allocation (% of assets)



Fund information

Fund structure	UCITS Luxembourgeois
Fund Manager	Amundi Luxembourg SA
Custodian	CACEIS BANK LUXEMBOURG
Sub-fund launch date	30/10/2007
Share-class inception date	15/10/2012
Share-class reference currency	EUR
Type of shares	(A) Accumulation (D) Distribution
ISIN code	(A) LU0839535357 (D) LU0987191722
Reuters code	-
Bloomberg code	(A) AGAIHEC LX (D) AGAIHED
Minimum first subscription / subsequent	500000 Equivalent en EUR de USD / 1 thousandths of a share
Frequency of NAV calculation	Daily
Dealing times	Orders received each day dealing day before 14:00
Entry charge (maximum)	2.50%
Maximum direct annual management fees including taxes	0.45% IAT
Performance fees	Yes
Exit charge	0%
Ongoing charge	0.83% (realized)
Minimum recommended investment period	3 years
Benchmark index performance record	01/04/2011: 100.00% BARCLAYS GLOBAL AGGREGATE HEDGED

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