

# AMUNDI FUNDS BOND EURO HIGH YIELD SHORT TERM - IE

FACTSHEET

31/12/2017

BOND ■

## Key information (source : Amundi)

Net Asset Value (NAV) : (A) 1,136.10 ( EUR )  
(D) 935.69 ( EUR )  
NAV and AUM as at : 29/12/2017  
Assets Under Management (AUM) :  
504.66 ( million EUR )  
ISIN code : (A) LU0907330798  
(D) LU0907330871  
Bloomberg code : ABEHIEC LX  
Benchmark :  
Merrill Lynch Euro High-Yield 1-3, Non Fin, BB-  
B, Constrained  
Morningstar Overall Rating © : 2  
Morningstar Category © : EUR HIGH YIELD BOND  
Number of funds in the category : 408  
Rating date : 30/11/2017

## Investment Objective

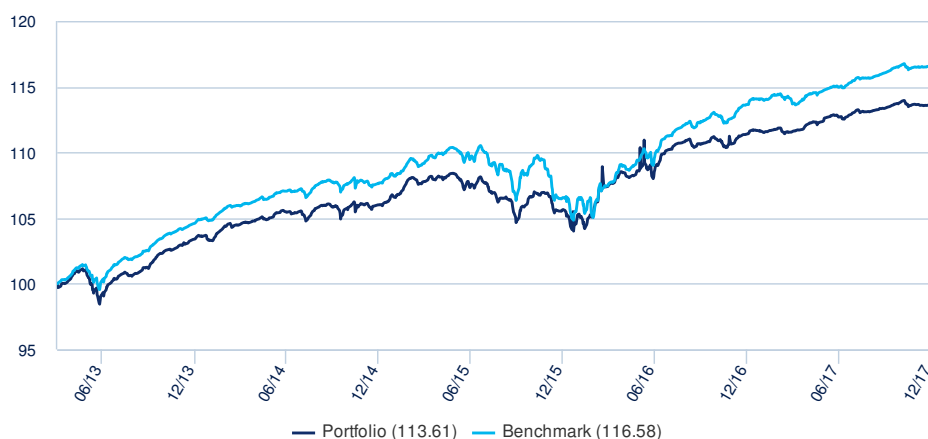
The objective of the Sub-Fund is to maximize income and capital growth ("total return") by combining interest income, capital appreciation and currency gains.

## Information

Fund structure : UCITS  
Sub-fund launch date : 02/04/2013  
Share-class inception date : 02/04/2013  
Eligibility : -  
Type of shares : (A) Accumulation  
(D) Distribution  
Minimum first subscription / subsequent :  
500000 Equivalent in EUR of USD / 1  
thousandth(s) of (a) share(s)  
Entry charge (maximum) : 2.50%  
Ongoing charge : 0.78% ( realized 30/06/2017 )  
Exit charge (maximum) : 0%  
Minimum recommended investment period : 4 years  
Performance fees : Yes

## Returns

Performance evolution (rebased to 100) from 02/04/2013 to 29/12/2017\*



## Cumulative returns \*

Since	YTD 30/12/2016	1 month 30/11/2017	3 months 29/09/2017	1 year 30/12/2016	3 years 31/12/2014	5 years -	Since 02/04/2013
Portfolio	1.99%	-0.02%	0.23%	1.99%	7.18%	-	13.61%
Benchmark	2.58%	0.08%	0.45%	2.58%	8.27%	-	16.58%
Spread	-0.60%	-0.11%	-0.23%	-0.60%	-1.08%	-	-2.97%

## Calendar year performance \*

	2017	2016	2015	2014	2013
Portfolio	1.99%	5.44%	-0.33%	2.51%	-
Benchmark	2.58%	6.64%	-1.03%	2.93%	-
Spread	-0.60%	-1.20%	0.70%	-0.42%	-

\* Source : Amundi. 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 and expressed with the round-off superior. Past performance is not a reliable indicator of future performance. The value of investments may vary upwards or downwards according to market conditions.

## Risk & Reward Profile (SRRI)



- Lower risk, potentially lower rewards
- Higher risk, potentially higher rewards

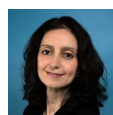
The SRRI represents the risk and return profile as presented in the Key Investor Information Document (KIID). The lowest category does not imply that there is no risk. The SRRI is not guaranteed and may change over time.

## Volatility

	1 year	3 years	5 years
Portfolio volatility	0.78%	2.27%	-

Volatility is a statistical indicator that measures an asset's variations around its average value. For example, market variations of +/- 1.5% per day correspond to a volatility of 25% per year.

## BOND

**Jean Luc Thomas**  
Portfolio Manager**Thierry Lebaupain**  
Portfolio manager**Marina Cohen**  
Head of Credit High Yield

## Management commentary

Short-term European high yield gained +0.08% in December with tightening of spreads and carry more than offsetting the general rise in yields in the US triggered by adoption of the tax reform.

This rise in rates was also driven by the encouraging global macroeconomic outlook. The Eurozone PMI indicators have risen to a high, enabling the ECB to raise its growth forecasts. However, at its December monetary policy meeting, the ECB indicated that it remained cautious with regard to the outlook for inflation. It is therefore maintaining its accommodative monetary conditions for the moment. In the United States, as expected, the Fed proceeded to raise its interest rates for the third time in the year. It also is cautious with regard to the inflation outlook and intends to gradually continue the normalization already under way.

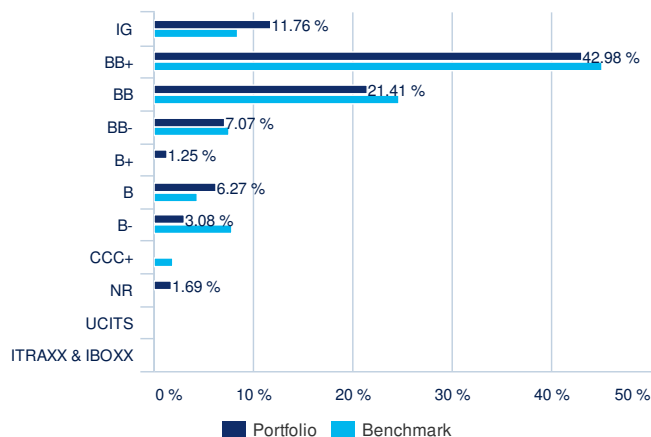
The technical factors were mixed over the period.

European HY funds recorded redemptions (-2.5% of AuM) and primary market activity remained robust in the two weeks before the Christmas break. The amounts issued stood at €5.3 billion for corporate bonds and €3.6 billion for financial bonds. However, although 2017 was a record year in terms of gross issuance with €100 billion, the net annual volume of new issues remains low at €3.9 billion compared with an average of €27 billion over the past five years. This is explained in particular by a high level of refinancing and more attractive conditions for issuers in the loans market.

The short-term European high yield market recorded a stronger performance than carry in 2017 (2.6%), boosted by the ECB's asset purchases program and by the improvement in micro- and macro-economic conditions. In 2018, this asset class should continue to be upheld by the positive economic environment in Europe, solid corporate fundamentals and a very low default rate (1.1% at 12 months according to Moody's). Although the ECB is to halve its purchases, it is expected to remain sufficiently accommodative to enable us to anticipate a 40bps tightening in spreads, offsetting a slight rise in rates in a moderate inflation environment. We are looking for total return of around 0.70%, driven mainly by carry.

## Portfolio breakdown by credit rating

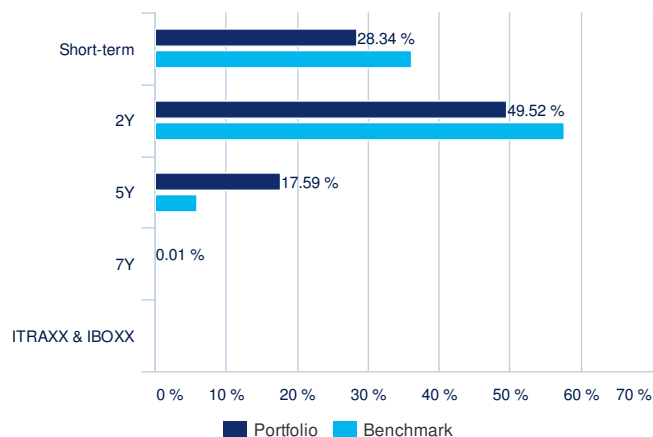
## Exposure Risk



The Itraxx (and IBoxx) are indices comprising credit risk swaps (CDS). The chart shows % of assets, including Credit Default Swaps, excluding cash. The rating used is the median rating of the 3 agencies

## Portfolio breakdown by maturity

## Exposure Risk



The Itraxx (and IBoxx) are indices comprising credit risk swaps (CDS). The chart shows % of assets, including Credit Default Swaps, excluding cash. Maturity shall be understood as probable expiry of the credit risk as reflected by the market

## Legal information

Amundi Funds is a UCITS organised as an open-ended investment company (société d'investissement à capital variable, "SICAV") under the laws of the Grand Duchy of Luxembourg, and is regulated by the Commission de Surveillance du Secteur Financier ("CSSF"). Number of registration RCS B68.806. UK retail investors will not have any protection under the UK Financial Services Compensation Scheme. There will be no right to cancel an agreement to purchase fund units under section 15 of the UK Financial Services Conduct of Business Sourcebook. AMUNDI FUNDS BOND EURO HIGH YIELD SHORT TERM, which is a sub-fund of Amundi Funds, has been recognised for public marketing in United Kingdom by the Financial Conduct Authority (FCA). The issuer of this document is Amundi, 90 Boulevard Pasteur, 75730 Cedex 15 - France, registered in France under number GP 04000036, authorised and regulated by the Autorité des Marchés Financiers. This document is not a Prospectus. The offering of shares in Amundi Funds can only be made using the official Prospectus. The latest prospectus, the key investor information document ("KIID"), the articles of incorporation as well as the annual and semi-annual reports are available free of charge from the facilitating agent (Amundi London Branch, 41 Lothbury, London EC2R 7HF, United-Kingdom) and on our website [www.amundi.com](http://www.amundi.com). The latest available prospectus, more specifically on risk factors, as well as the KIID should be consulted before considering any investment. The data source of this document is Amundi except otherwise mentioned. The date of these data is indicated under the mention MONTHLY REPORT at the top of the document except otherwise mentioned. Warnings: Please read the Prospectus carefully before you invest. Remember that the capital value and the income from investments may go down as well as up and that changes in rates of exchange between currencies may have a separate effect also causing the value of the investments to decrease or to increase. Past performance is not necessarily a guide to future performance. Investors may not get back the amount they originally invested. Investors should note that the securities and financial instruments contained herein may not be suitable for their investment objectives.

The Overall Morningstar Rating is a weighted average of the performance figures for its 3-, 5- and 10-yr (if applicable) Morningstar Rating metrics. Morningstar, Inc.® 2017. All Rights Reserved. The information, data, analyses and opinions ("Information") contained herein: (1) include the proprietary information of Morningstar; (2) may not be copied or redistributed; (3) do not constitute investment advice; (4) are provided solely for informational purposes; (5) are not warranted to be complete, accurate or timely; and (6) may be drawn from fund data published on various dates. Morningstar is not responsible for any trading decisions, damages or other losses related to the Information or its use. For more information about Morningstar ratings, see [http://corporate.morningstar.com/fr/documents/MethodologyDocuments/FactSheets/MorningstarRatingForFunds\\_FactSheet.pdf](http://corporate.morningstar.com/fr/documents/MethodologyDocuments/FactSheets/MorningstarRatingForFunds_FactSheet.pdf)