

AMUNDI FUNDS ABSOLUTE VOLATILITY WORLD
EQUITIES - RU

April 2015

Management guidance

Over a minimum investment horizon of three years, the sub-fund aims to achieve a gross performance of 7% per annum within a framework of controlled risk. To reach this objective, the management team sets up an exposure to volatility of the world equity markets: positive when volatility is low and negative when volatility is high.

Reference index

None

AUM (million)

USD 965,25

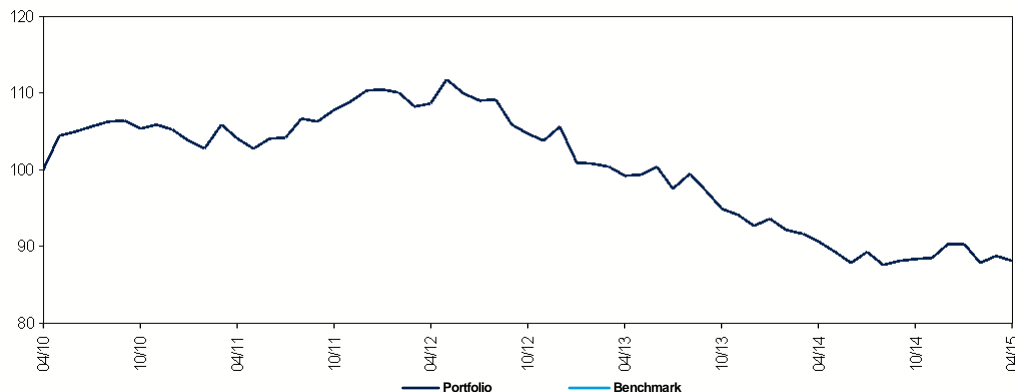
Net asset value

USD 88,31

Valuation date 30/04/15

Characteristics	
Class	-
Fund launch date	15/11/07
Class Launch date	15/10/12
Reference currency	USD
Other dealing Currency	USD
Minimum investment	1 thousandth unit(s)/share(s)
Share Class	C
ISIN Code	(C)LU0839527842 (D)LU0839528147
Subscription fees	4,50 % max
Redemption fees	None
Out-performance fees	YES
Switching fees	1,00 % Maximum
Annual management fees	0,70 % IAT
NAV Frequency	Daily
Subscription / Redemption	
- Orders received each D before 2 p.m	
- Orders executed on :	
	Forward pricing
Reuters Code	-
Bloomberg Code	AMARUCU LX

NAV EVOLUTION (Basis 100 by share)



PERFORMANCES (net of fees)

Since	1 Month 31/03/2015	3 Months 30/01/2015	YTD 31/12/2014	1 Year 30/04/2014	3 Years 30/04/2012	5 Years 30/04/2010	Since 15/11/2007
Portfolio	-0,69 %	-2,42 %	-2,46 %	-2,67 %	-18,88 %	-11,88 %	17,89 %
Benchmark	-	-	-	-	-	-	-
Spread	-	-	-	-	-	-	-

MONTHLY PERFORMANCE

	Jan.	Feb.	Mar.	April	May	June	July	August	Sept.	Oct.	Nov.	Dec.	Year
2015	-0,04%	-2,76%	1,05%	-0,69%									-2,46%
2014								-1,99%	0,65%	0,33%	0,08%	2,13%	-2,56%

EXPOSURE GRID (Vega)

Implied volatility	Vega *
1 Year	
< 15%	+3% with +/-1%
15%-20%	+2% with +/-1%
20%-25%	+1% with +/-1%
25%-30%	0% with +/-1%
30%-35%	-0.5% with +/-1%
> 35%	-1% with +/-1%

The Exposure grid is indicative. Fund managers have a +1/-1 discretion to the exposure grid. The grid may be reviewed from time to time depending on changes in the environment.

* Vega exposure: measures sensitivity of the fund for every 1% change in implied volatility

RISK INDICATORS

rolling years	1 year	3 years	5 years	Since 15/11/07
Portfolio Volatility	6,22 %	6,04 %	5,78 %	7,20 %
Sharpe Ratio	-0,43	-1,12	-0,44	0,27
Since 15/11/07	Portfolio			
Maximum Drawdown	-23,00 %			
Recovery period	-			
Highest return	December 2008	9,94 %		
Lowest return	January 2013	-4,47 %		

April 2015

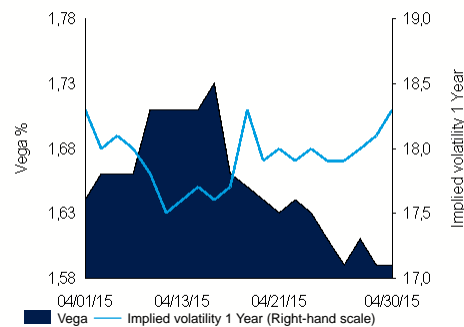
MANAGEMENT COMMENT

Stock markets ended April on a rise, with the MSCI World index up 2.3%. But this rise was once again fairly dispersed with the S&P 500 and the Nikkei up by 1.5% and 1.3% respectively, while euro zone equities fell by more than 1.8%. One-year implied volatility experienced mixed trajectories, with that of the S&P 500 down 0.1% to 16.6%, while that of the Nikkei ended the month at breakeven at 20.6% and that of the Euro Stoxx 50 rose 0.45% to 19.75%. Actual volatility remained sustained on the Euro Stoxx 50 at 18.8% but that of other indices collapsed (9.5% for the S&P 500 and 15% for the Nikkei). The basket's one-year implied volatility finally remained unchanged at 18.3% over the month, while the directional driver made no contribution despite an average exposure of 1.65. The very low actual volatility, together with very high maturities on a slope of implied volatility, had a strong impact on the contribution of the second driver. This underperformance is related to the costs of maintaining the long volatility position. As active management opportunities were very limited (one-year implied volatility fluctuated between 17.5% at its lowest and 18.3% at its highest), we were unable to offset these replication costs during the month. The "geographical allocation" driver had very little impact as the exposure distribution was very similar to that of the target allocation. Since the beginning of 2015, implied volatility has decreased by more than 0.8%, which largely explains the fund's performance. With regard to the level of exposure (vega), we continued our policy of making opportune purchases during the first two weeks of the month, bringing it to up to 1.73. In the last week, however, we took some profits by reducing duration to 1.59 at the end of the month. Our baseline scenario remains unchanged and we continue to prefer active management for 2015.

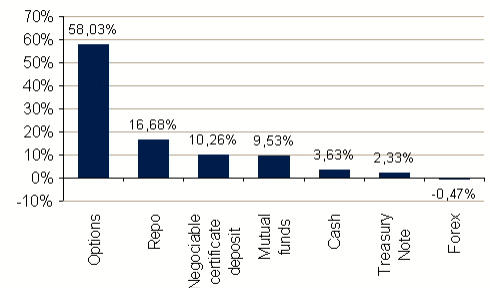
VEGA AND IMPLIED VOLATILITY EVOLUTION DURING THE LAST 12 MONTHS



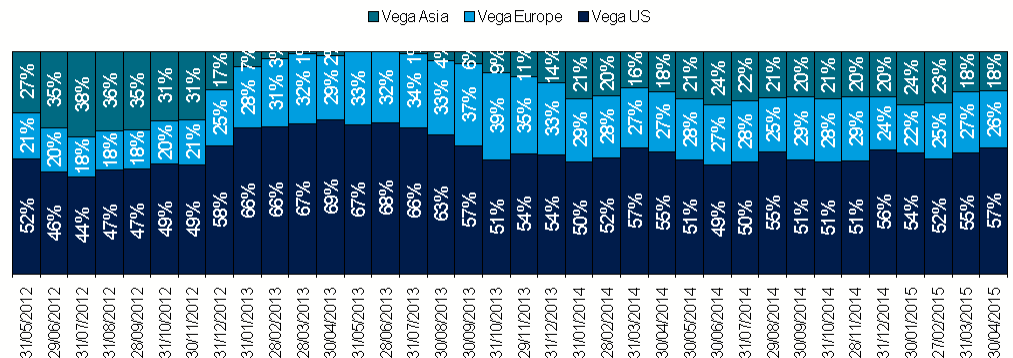
VEGA AND VOLATILITY EVOLUTION DURING THE MONTH



PORTFOLIO BREAKDOWN - INSTRUMENT TYPE



GEOGRAPHICAL ALLOCATION



Source Amundi Front office tools

PERFORMANCE CONTRIBUTION

	1 yr Implied volatility				Gross Performance Contribution		
	Performance	Start	End	Average Vega	Engine 1 : Directionnal	Engine 2 : Vol of vol	Engine 3 : Geo
2015 YTD	-2,46%	19,10%	18,30%		-0,81%	-1,33%	0,07%
April 2015	-0,69%	18,30%	18,30%	1,65%	0,00%	-0,63%	0,03%
March 2015	1,05%	17,20%	18,30%	1,56%	1,72%	-0,56%	-0,02%
February 2015	-2,76%	19,20%	17,20%	1,33%	-2,66%	-0,04%	0,09%
2014	-2,56%	17,40%	19,10%		3,15%	-5,50%	0,85%
2013		20,20%	17,40%		-3,40%	-6,89%	-1,01%
2012		24,70%	20,20%		-2,10%	-2,01%	0,74%
2011		22,10%	24,70%		-0,06%	4,85%	1,64%
2010		23,50%	22,10%		1,05%	4,51%	0,19%

Directional 1: Calculated monthly as follows: (Implied Volatility End - Implied Volatility Start) * Average Vega

Vol of Vol 2: Calculated monthly as follows: Gross Return - Engine 1 - Engine 3. Includes replication and carry costs.

Geo 3: Calculated monthly separately against a weighted-average using internal model