Amundi Marathon Emerging Markets Bond Fund - Class SSI EUR

FACTSHEET

Marketing Communication

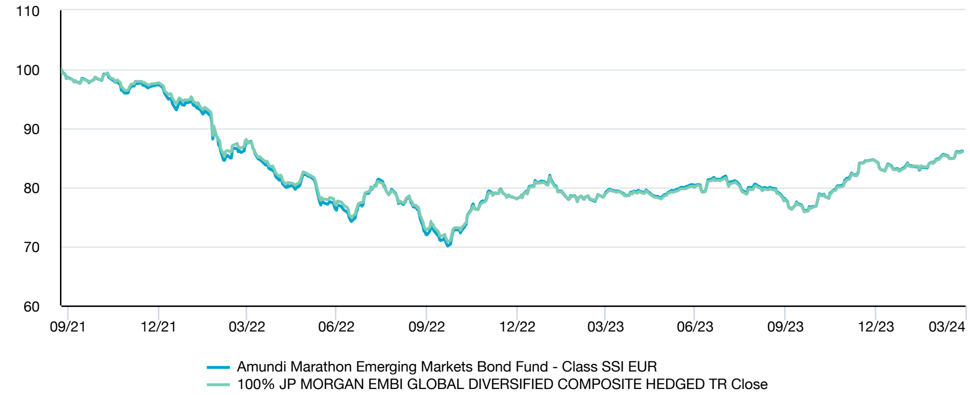
31/03/2024

ALTERNATIVE

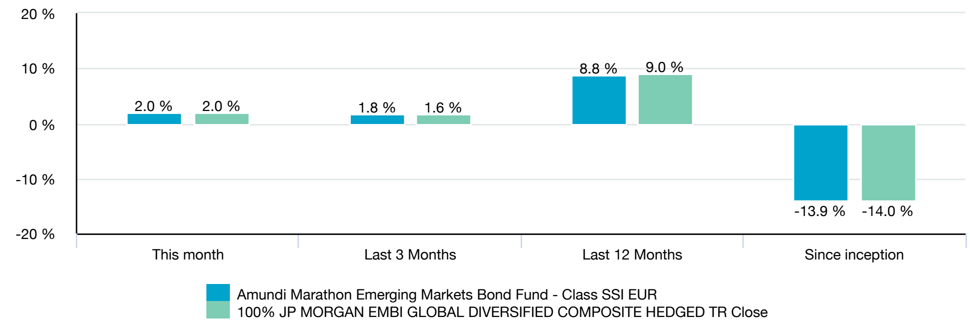
INVESTMENT OBJECTIVE

The Sub-Fund's investment objective is to outperform the J.P. Morgan EMBI Global Diversified Index ("the Benchmark Index") over the medium to long term. The Sub-Fund seeks to achieve this objective through investment primarily in debt securities such as sovereign, quasi-sovereign and corporate bonds in emerging markets and denominated in hard currencies.

PERFORMANCE SINCE INCEPTION (Source : Fund Admin)



PERFORMANCE ANALYSIS (Source : Fund Admin) *



** These indicators are based upon weekly returns calculation*

HISTORICAL MONTHLY RETURNS* (Source : Fund Admin)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-	-	-	-	-	-	-	-	-1.45%	-0.15%	-2.41%	1.39%	-2.63%
2022	-3.05%	-6.18%	-0.90%	-6.76%	0.28%	-7.24%	3.69%	-1.09%	-7.81%	1.18%	7.67%	-0.45%	-19.84%
2023	3.32%	-2.67%	0.91%	0.20%	-0.73%	2.01%	1.95%	-1.76%	-2.93%	-1.71%	5.68%	4.23%	8.39%
2024	-0.88%	0.72%	1.98%	-	-	-	-	-	-	-	-	-	1.82%

*Since inception : 23/09/2021

FUND FACTS

Legal Structure	Amundi Alternative Funds II PLC
Inception Date of the Fund	28/03/2019
Inception Date of the Class	23/09/2021
Share Class Currency	EUR
Available Currency Classes	CHF, EUR, GBP, USD
ISIN Code	IE0002J7HNB9
Bloomberg Code	LYEMBSE ID
Investment Manager	Amundi Asset Management
Sub-Investment Manager	Marathon Asset Management LP
Administrator	SS&C Financial Services (Ireland) Limited
Liquidity (1)	Daily
Subscription/Redemption Notice	On D day 1:00 pm CET
Valuation Day	D
Total Fund Assets	202.79 (million EUR)
Management Fee max. (2)	0.60%
Class Performance Fee (2)	No
Administration Fee max. (2) (3)	0.25%

Long Exposure*	97.58%
Short Exposure	0.00%
Net Exposure (long - short)	97.58%
Gross Exposure (long + short)	97.58%

RISK ANALYSIS (Source : Fund Admin)

	Since inception
Volatility (PTF)	10.60%
Volatility (Index)*	9.65%
Sharpe ratio (PTF)	-0.68
Ratio de Sharpe (Index)*	-0.75
Maximum drawdown (PTF)	-29.93%
Maximum drawdown (Index)*	-29.23%

**100% JP MORGAN EMBI GLOBAL DIVERSIFIED COMPOSITE HEDGED*

IMPORTANT NOTE

Official NAV is calculated every day , subject to holidays & certain extraordinary events. Performance based on the Fund's last official NAV, and the Index level as of the same day. The Fund complies with the UCITS Directive and has been approved by the Central Bank of Ireland. Please refer to the Fund's prospectus for a full disclosure of the fund's characteristics.

(1) Under normal market conditions, Lyxor intends to offer the LIQUIDITY mentioned above. However, the LIQUIDITY is not guaranteed and there are circumstances under which such LIQUIDITY may not be possible. Please refer to the Fund's legal documentation for complete terms and conditions.

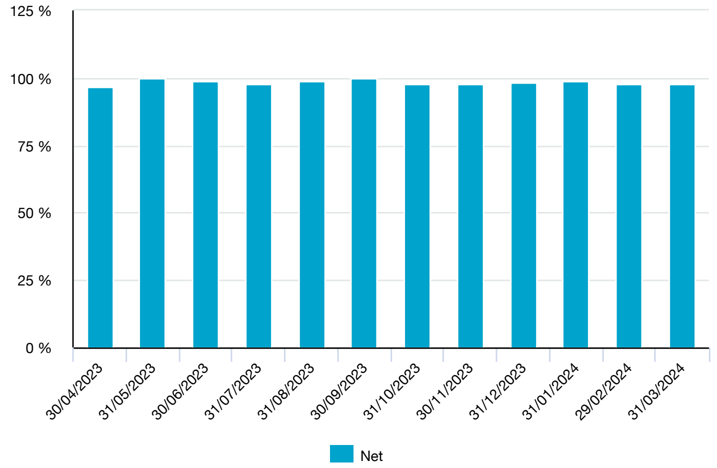
(2) For any additional information regarding fees, please refer to the relevant fees section of the Fund's Prospectus.

(3) Lyxor / Marathon Emerging Markets Bond Fund is benchmarked against the J.P. Morgan EMBI Global Diversified Index and is used with permission; Copyright 2021, J.P. Morgan Chase & Co. All rights reserved.

Prospective investors should consult with their independent financial advisor with respect to their specific investment objectives, financial situation or particular needs to determine the suitability of investment. There can be no assurance that the investment objective of the Fund will be achieved and investment results may vary substantially over time. Investments in the Fund places an investor's capital at risk. The price and value of investments may fluctuate and investors may lose all or a substantial portion of their investment. Past performance is not indicative of future results.
PAST PERFORMANCE IS NOTE A RELIABLE INDICATOR OF FUTURE RESULTS.
Data Source: Lyxor Asset Management

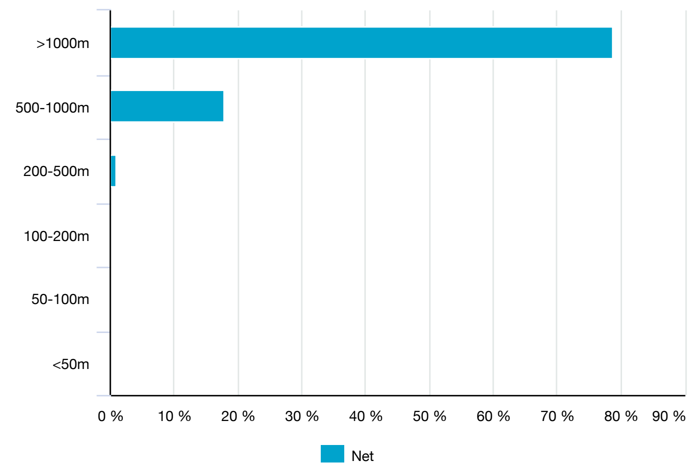
ALTERNATIVE

MONTHLY STRATEGY EXPOSURE FOR LAST 12 MONTHS

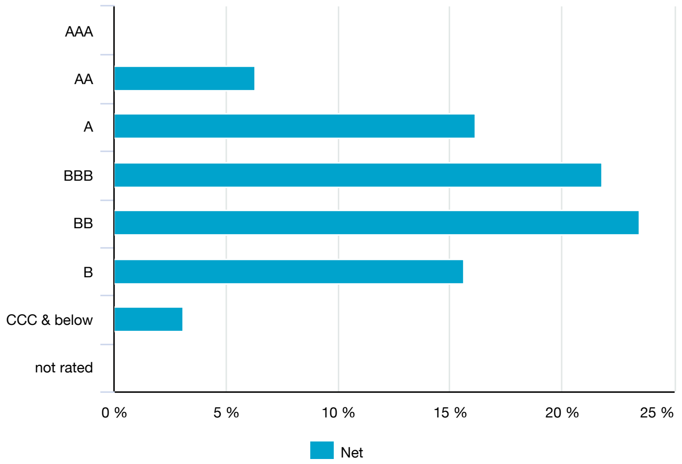


* All exposure excluding Cash

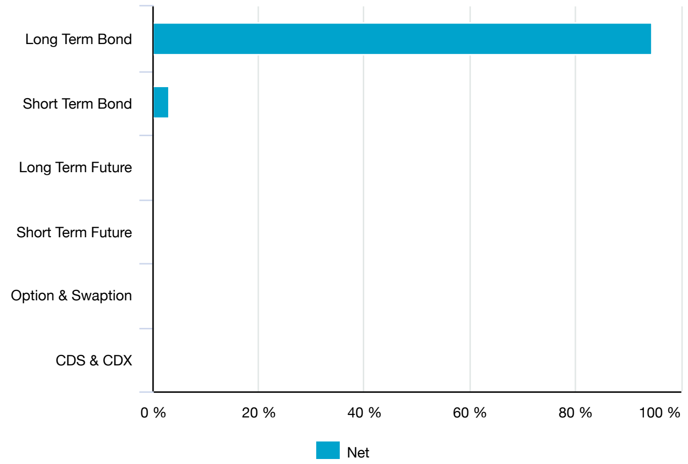
BONDS BY ISSUE SIZE



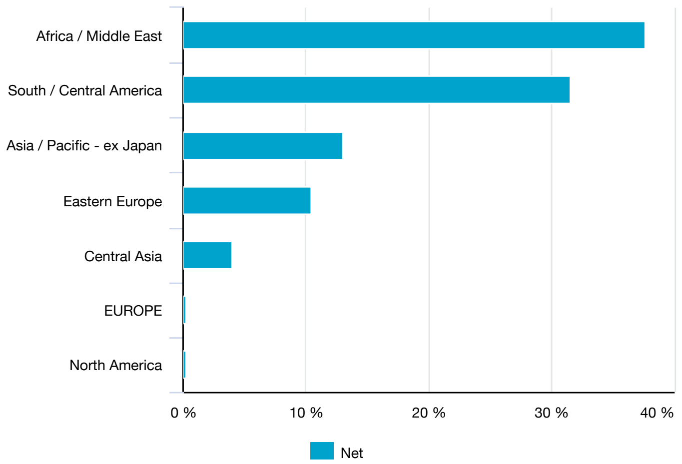
NET EXPOSURE OF BONDS BY RATING



NET EXPOSURE OF FI - CREDIT BY ASSET CLASS

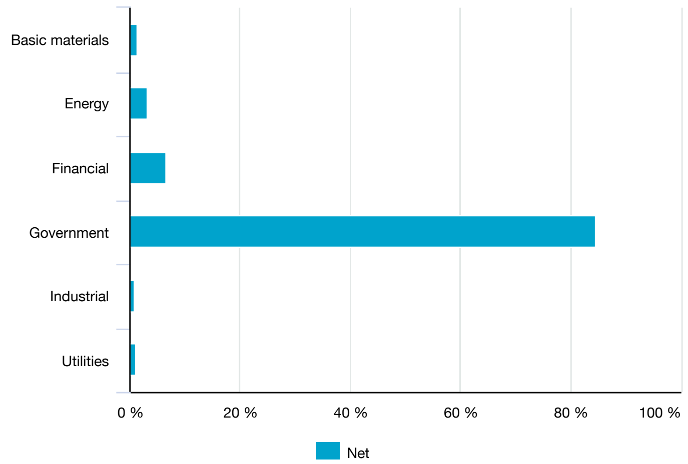


GEOGRAPHICAL BREAKDOWN



The geographic classification of a security depends on the location of the issuer's main business activity. Treasury securities are categorized according to the issuing country.

SECTOR ALLOCATION



MONTHLY COMMENTARY (Source: Amundi)

Management commentary

In March, Amundi Marathon Emerging Bonds Fund's I USD net performance measured 1.96% versus Index returns of 2.09%. US growth continued to prove its resilience to higher rates. The US labor market strength was evidenced by job openings and changes in nonfarm payrolls surprising to the upside, while changes in initial jobless claims came largely below expectations. CPI YoY came at 3.2%, a slight upside surprise, while MoM prints (0.4% this month) continue to gradually tick higher from the lows of the fourth quarter, leading to uncertainty surrounding the timeline and speed of disinflation. Against this backdrop, rates initially sold-off into mid-month but quickly retraced after the March FOMC, where most FOMC officials confirmed they continued to see 3 cuts (median DOTS) as appropriate this year. As such, though a March cut did not come to fruition as was initially priced in at the beginning of the year, bullish sentiment was reinforced, with Chair Powell emphasizing that despite the strength of recent inflation prints, the Fed's view of inflation is "essentially the same." By the end of March, only 67 bps of easing was still priced in for 2024, down from 157 bps to begin the year. Though 10-year UST finished the month essentially unchanged, volatility dipped, with the MOVE Index closing the month at new lows (87), a level unseen since February 2022, immediately before the Russian Invasion of Ukraine. Risk markets performed strongly in this context. The S&P returned 3.22%, US HY tightened 19 bps (2.03%), and US IG tightened 5 bps (-0.34%). On a ratings-adjusted basis, EM fixed income, which is 50% IG and 50% HY significantly outperformed this month, returning 2.09% and tightening 27 bps. EM HY continued to lead the way for the asset class, tightening 48 bps MoM on the back of positive developments among the more distressed issuers within the bucket. EM IG also performed well in spread terms, tightening 6 bps MoM.

Amidst continued spread tightening at the Index level, Marathon generated Alpha in the performing bucket of the investment universe by taking advantage of primary market concessions where available, and opportunistically switching into higher convexity, lower dollar price securities elsewhere so as to balance Fund rate sensitivity in aggregate.

In the more stressed buckets of EM which outperformed this month, the fund continued to harvest Alpha on the back of security selection and relative value. The top performer this month was Ukraine (+5 bps), where they held concentrated positioning in lower-dollar priced sovereigns and quasi-sovereigns alike. Ukraine rallied on the back of an updated IMF Debt Sustainability Analysis, which engendered optimism among bondholders that a deal with creditors could be reached before the end of the year. Marathon also generated Alpha in Mexico (+2 bps), where funds constructive positioning in Pemex continued to outperform on the back of broader risk. Finally, optimism surrounding the resolution of distressed and defaulted stories in general paved the way for Alpha generation in Lebanon (+2 bps), where extremely low dollar prices and upside optionality warrants more concentrated positioning. The largest underperformer this month was China (-3 bps), a jurisdiction where they hold lighter duration-weighted positioning. They also recognized detraction in Venezuela (-2 bps), where bonds were marked lower throughout the month on tepid demand and continued uncertainty surrounding the prospects for free and fair elections.

For a second straight month, EM fixed income displayed strength against a backdrop of continued uncertainty. The IG segment of the universe continues to perform well despite significant primary supply, owing in-part to increased demand from crossover investors in search of liquid yield. Just as was the case in February, the HY segment of the Index continues to benefit from progression towards policy normalization and multilateral support among more stressed credits, and expectations of faster timelines for restructuring stories. Meanwhile, performing BBs continue to grind tighter with positive risk sentiment more generically. Index spreads, now at 341 bps, though tight in the context of the past twelve months, are representative of an asset class that has positively evolved. As heightened cashflows to investors are redeployed into secondary markets, and primary supply slows after a busy first quarter on the back of seasonality, they are optimistic that the asset class retains a compelling value proposition.

MAIN RISKS

Risk of losses : The price of Shares can go up as well as down and investors may not realise their initial investment. The investments and the positions held by the Fund are subject to (i) fluctuations in the Strategy (ii) market fluctuations, (iii) reliability of counterparties and (iv) operational efficiency in the actual implementation of the investment policy adopted by the Fund in order to realise such investments or take such positions.

Consequently, the investments of the Fund are subject to, inter alia, the risk of declines in the Strategy (which may be abrupt and severe), market risks, credit exposure risks and operational risks. At any time, the occurrence of any such risks is likely to generate a significant depreciation in the value of the Shares. Due to the risks embedded in the investment objective adopted by the Fund, the value of the Shares may decrease substantially and even fall to zero, at any time.

Counterparty risk : the Fund is exposed to the risk that any credit institution with which it has concluded an agreement or a transaction could become insolvent or otherwise default. If such an event occurs, you could lose a significant part of your investment.

Credit risk : the Fund is exposed to the risk that the credit quality of any direct or indirect debtor of the Fund (be it a state, a financial institution or a corporate) deteriorates or that any such entity defaults. This could cause the net asset value of the Fund to decline.

Operational risk and asset custody risk : in the event of an operational failure within the management company, or one of its representatives, investors could experience delays or other disruptions.

Liquidity risk : in certain circumstances, financial instruments held by the Fund or to which the value of the Fund is linked could suffer a temporary lack of liquidity. This could cause the Fund to lose value, and/or to temporarily suspend the publication of its net asset value and/or to refuse subscription and redemption requests.

Risk of using FDI : the Fund invests in financial derivative instruments in order to reach its investment objective. These instruments may include a range of risks which could lead to their adjustment or result in their early termination. This could lead to the loss of a part of your investment.

Capital at risk : the initial capital invested is not guaranteed. As a consequence, investor's capital is at risk and the amount originally invested may not be recovered.

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This publication has not been reviewed by the MAS.

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