

AMUNDI FUNDS BOND EURO CORPORATE - IE

FACTSHEET

31/08/2018

BOND ■

Key information (source : Amundi)

Net Asset Value (NAV) : (A) 2,045.41 (EUR)
(D) 1,302.32 (EUR)
NAV and AUM as at : 31/08/2018
Assets Under Management (AUM) :
920.71 (million EUR)
ISIN code : (A) LU0119099496
(D) LU0194910054
Bloomberg code : CAEUCAI LX
Benchmark : Barclays Euro-Agg Corporates (E)
Morningstar Overall Rating © : 4
Morningstar Category © : EUR CORPORATE BOND
Number of funds in the category : 945
Rating date : 31/07/2018

Investment Objective

The objective of the Sub-Fund is to outperform the reference indicator Barclays Euro-Agg Corporates (E), representative of the corporate bond market, by investing in Euro denominated debt instrument:

- issued or guaranteed by governments of countries having fully incorporated the Euro as their national currency ('Euroland') or
- issued by companies and traded on a European market.

To achieve that objective, the Sub-Fund selects debt instruments paying lower yields but being relatively safe ("Investment Grade" debt instruments, i.e. with a minimum rating of BBB- by Standard & Poor's).

The Sub-Fund may invest in financial derivative instruments for hedging purpose and for the purpose of efficient portfolio management.

The Sub-Fund does not aim to replicate the reference indicator and may therefore significantly deviate from it.

Risk & Reward Profile (SRRI)



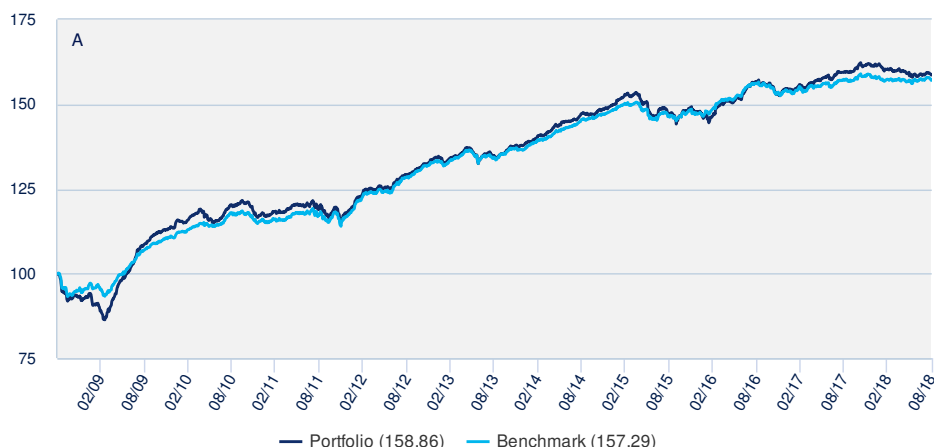
Lower risk, potentially lower rewards

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) from 01/09/2008 to 31/08/2018*



A : Since the beginning of this period, the sub-fund applies the current investment policy

Cumulative returns *

Since	YTD 29/12/2017	1 month 31/07/2018	3 months 31/05/2018	1 year 31/08/2017	3 years 31/08/2015	5 years 30/08/2013	Since 01/02/1999
Portfolio	-1.48%	0.07%	0.16%	-0.40%	8.11%	17.86%	116.17%
Benchmark	-0.35%	0.01%	0.24%	0.08%	7.51%	17.08%	126.92%
Spread	-1.13%	0.06%	-0.09%	-0.48%	0.60%	0.78%	-10.75%

Calendar year performance *

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Portfolio	4.33%	4.65%	-1.18%	8.38%	2.63%	13.31%	0.88%	3.70%	22.08%	-8.13%
Benchmark	2.41%	4.73%	-0.56%	8.40%	2.37%	13.59%	1.49%	4.75%	15.71%	-3.76%
Spread	1.92%	-0.08%	-0.62%	-0.02%	0.26%	-0.28%	-0.61%	-1.05%	6.37%	-4.37%

* 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.

Fund statistics

	Portfolio	Benchmark
Modified duration ¹	5.02	5.01
Average Rating	BBB	BBB+
Yield To Maturity	1.23%	0.99%
SWMD ²	5.53	6.41
Spread ³	146	115
Number of lines	292	2,338

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 Spread: difference in yield between a corporate bond and its reference government bond (Germany for the Euro zone).

Risk analysis (rolling)

	1 year	3 years	5 years
Portfolio volatility	1.69%	2.76%	2.73%
Benchmark volatility	1.61%	2.22%	2.14%
Ex-post Tracking Error	0.69%	1.21%	1.22%
Information ratio	-0.69	0.16	0.11
Sharpe ratio	-0.02	1.07	1.29

Performance analytics

	Inception to date
Maximum drawdown	-17.25%
Recovery period (days)	126
Worst month	09/2008
Lowest return	-5.37%
Best month	07/2009
Highest return	5.93%

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Head of Credit Investment Grade**Hervé Boiral**
Head of Euro Credit

Management commentary

August was a difficult month for the emerging debt markets as shown by the crisis in Turkey which pushed risk aversion upwards, while other countries (mainly China, Russia and Iran) were threatened by further American sanctions and trade war announcements. Overall this affected market sentiment while the fall of the Turkish lira caused concerns about European banks which had granted loans to Turkish companies. Additionally, after the traditional summer truce, the markets suffered somewhat from the sustained primary market in the second part of the month (the primary market reached 23 billion euros in August compared to 19 billion years the previous year).

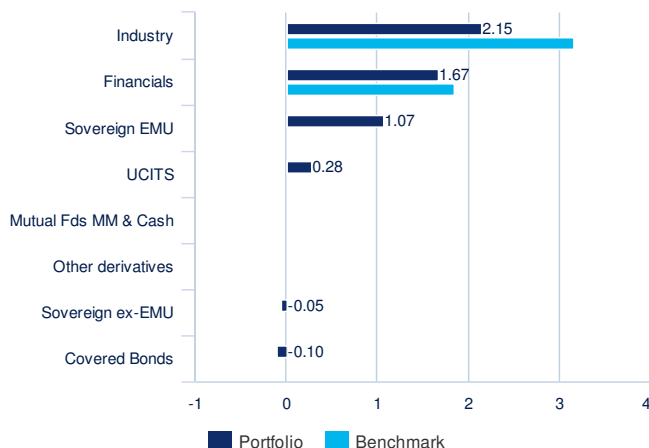
As a whole the euro credit markets finished slightly down after a solid July. The Barclays Euro Aggregate Corporate index remained generally flat based on total yield (+1 pb) while underperforming government bonds with equivalent duration by -44 bp, after credit spreads widened both on the cash market (+9 pb to 119 pb) and on the synthetic market (+7bp to 68bp for the Itraxx Main 5Y). Credit underperformed overall while subordinate debt also ended down (spread +20 bp wider to 244 bp for hybrid corporate bonds and +32 bp for CoCos).

During the month the fund's defensive position made it possible to slightly outperform the benchmark index despite risk premiums widening over the period. In fact, despite overexposure to subordinated securities, the repositioning on shorter maturities (3-5 years) enabled us to counterbalance the segment's poor performance. The hedging strategy on Itraxx indices also partially offset the poor performance of the cash market.

In terms of future prospects and despite credit holding up well over the summer, multiple uncertainties (trade war, Brexit, Italian budget, etc.) could fuel market volatility as we move into Autumn. However, the spread widening recorded since the beginning of the year again offers attractive valuation levels. The multiple upcoming issues on the primary market are expected to make it possible for us to reposition positively on the asset class in the weeks to come.

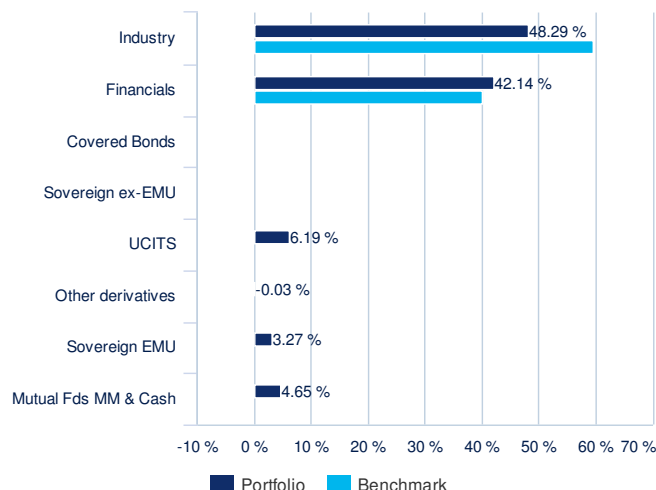
Portfolio breakdown by issuer

Modified duration



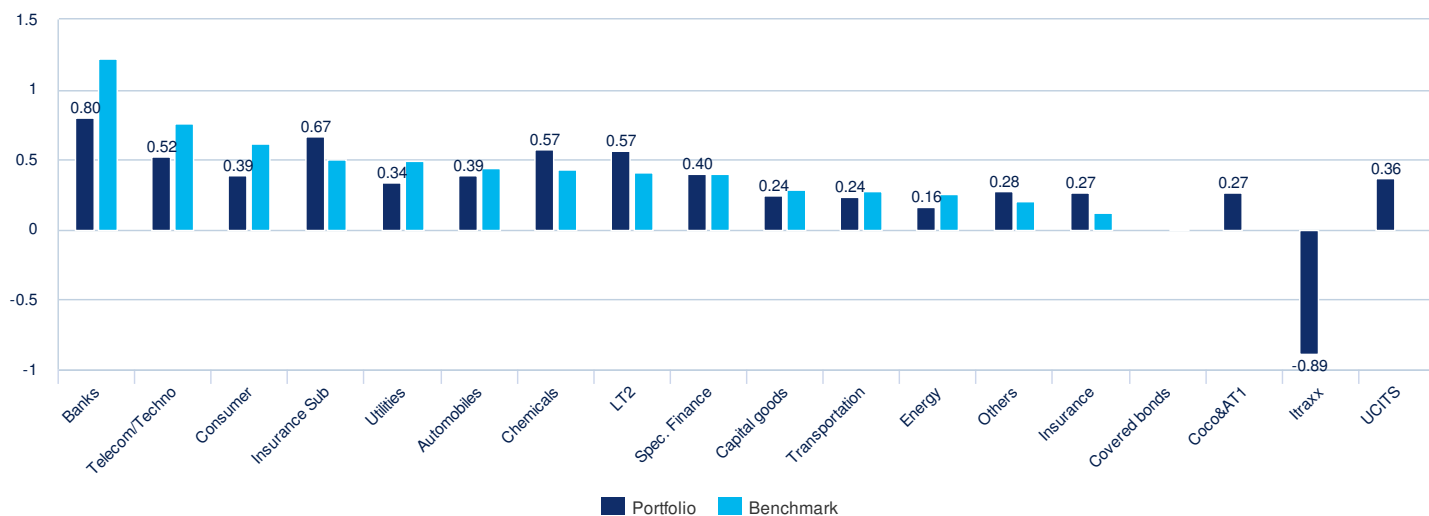
Includes derivatives

% of assets



The total can be different by up to 100% as deferred cash is excluded

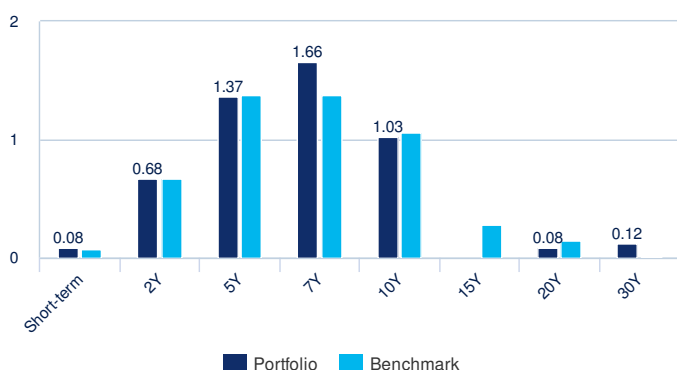
Sector Allocation (in units of SWMD)



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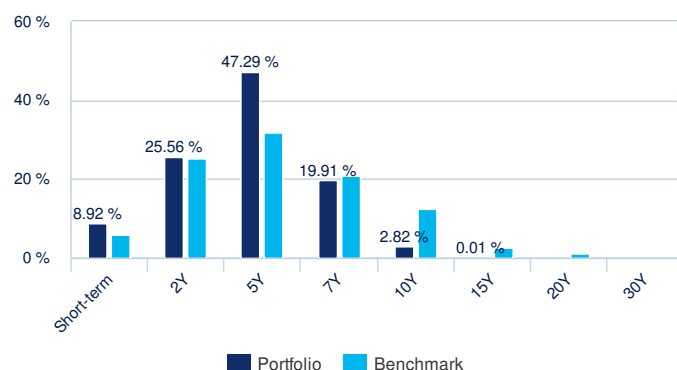
Portfolio breakdown by maturity

Modified duration



Includes derivatives

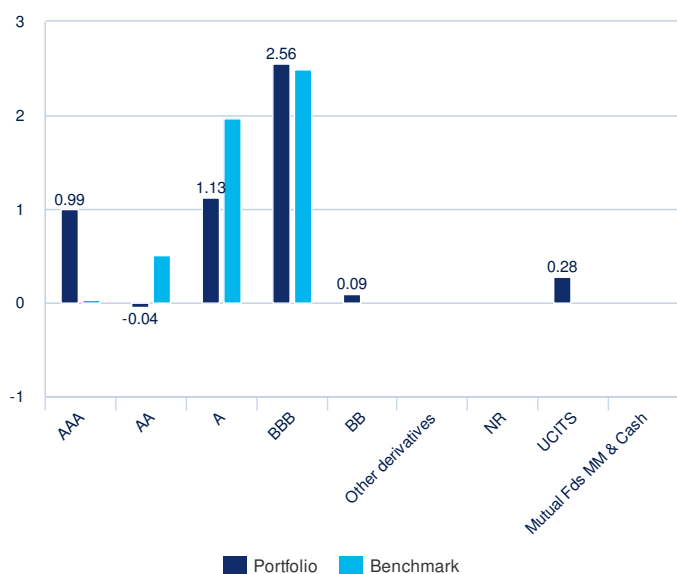
% of assets



The total can be different by up to 100% as deferred cash is excluded

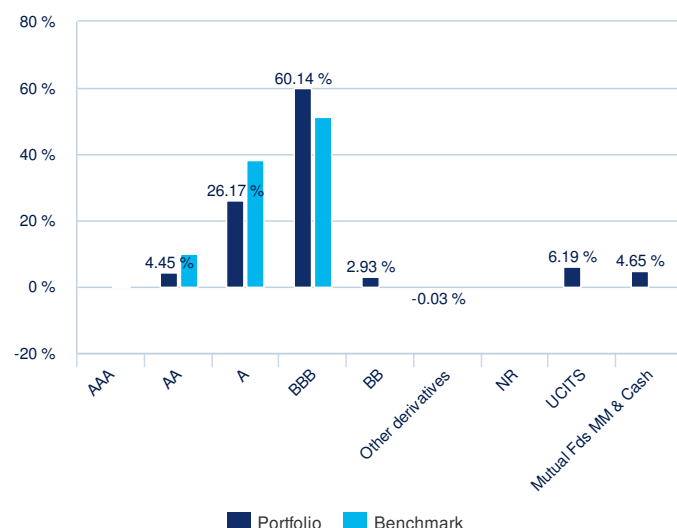
Portfolio breakdown by credit rating

Modified duration



Includes derivatives

% of assets



The total can be different by up to 100% as deferred cash is excluded

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Main overweights

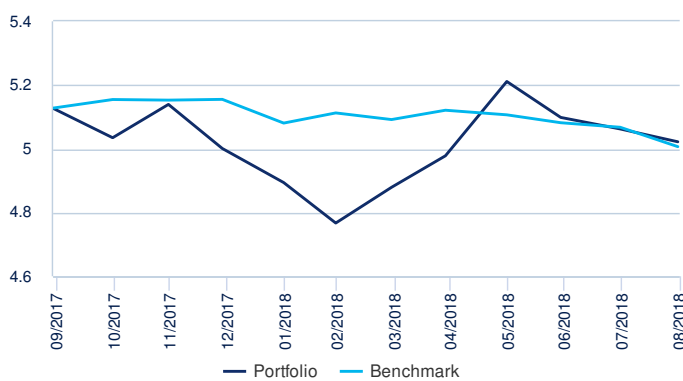
	Spread
LT2	4.24%
Insurance Sub	3.69%
Coco&AT1	3.54%
Sovereign EMU	3.27%
Automobiles	1.31%

Main underweights

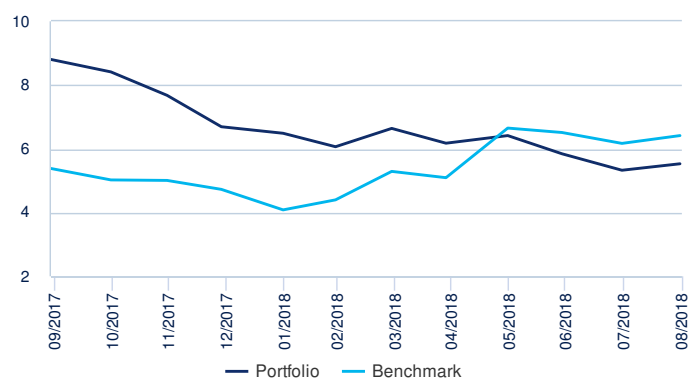
Banks	-10.45%
Telecom/Techno	-4.21%
Consumer	-3.95%
Utilities	-2.77%
Energy	-2.20%

Historical risk indicators

Modified duration



Spread Weighted Modified Duration (SWMD)



Main issuers

	Sector	% asset	Mod. duration	SWMD Portfolio	SWMD Benchmark
Sovereigns	-	-	-	-	-
Out of State Issuers	-	-	-	-	-
COOPERATIEVE RABOBANK UA	Financials	2.26%	0.06	0.10	0.04
ALD SA	Industry	1.57%	0.04	0.06	0
LEASEPLAN CORP NV	Financials	1.52%	0.05	0.06	0
HSBC HOLDINGS PLC	Financials	1.48%	0.05	0.11	0.04
MORGAN STANLEY	Financials	1.43%	0.07	0.10	0.05
AT&T INC	Industry	1.42%	0.09	0.13	0.13
BANK OF AMERICA CORP	Financials	1.33%	0.03	0.07	0.04
BNP PARIBAS	Financials	1.24%	0.04	0.10	0.10
ALLIANZ SE	Financials	1.24%	0.05	0.09	0.04
NORDEA BANK AB	Financials	1.23%	0.03	0.05	0.02
DELTA LLOYD LEVENSVERZEK	Financials	1.23%	0.04	0.08	0
ORANGE SA	Industry	1.22%	0.05	0.12	0.07
GOLDMAN SACHS GRP INC	Financials	1.17%	0.06	0.08	0.07
CITIGROUP INC	Financials	1.12%	0.05	0.08	0.04
BNP PARIBAS CARDIF SA	Financials	1.11%	0.07	0.13	0.01

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Information

Fund structure	UCITS under Luxembourg law
Management Company	Amundi Luxembourg SA
Custodian	CACEIS Bank, Luxembourg Branch
Sub-fund launch date	01/02/1999
Share-class inception date	01/02/1999
Sub-fund reference currency	EUR
Share-class reference currency	EUR
Other subscription/redemption currencies	USD
Type of shares	(A) Accumulation (D) Distribution
ISIN code	(A) LU0119099496 (D) LU0194910054
Reuters code	(A) LP60053632 (D) LP68013176
Bloomberg code	(A) CAEUCAI LX (D) CECBDID LX
Minimum first subscription / subsequent	500000 Equivalent in EUR of USD / 1 thousandth(s) of (a) share(s)
Frequency of NAV calculation	Daily
Dealing times	Orders received each day D day before 14:00
Entry charge (maximum)	2.50%
Maximum direct annual management fees including taxes	0.45% IAT
Performance fees	Yes
Exit charge (maximum)	0%
Ongoing charge	0.56% (realized)
Minimum recommended investment period	3 years
Benchmark index performance record	01/02/1999: 100.00% BLOOMBERG BARCLAYS EURO AGGREGATE CORPORATE (E)
Management fee (p.a. max)	0.45%

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