

AMUNDI FUNDS BOND ASIAN LOCAL DEBT - AU

BOND ■

MONTHLY
REPORT

31/03/2016

Key information

Net Asset Value (NAV) : 103.91 (USD)
NAV and AUM as at : 31/03/2016
Assets Under Management (AUM) :
124.77 (million USD)
ISIN code : (A) LU0945149838
(D) LU0945149911
Benchmark :
100% HSBC ASIAN LOCAL BOND OVERALL

Investment Objective

The objective of the Sub-Fund is to outperform the reference indicator by more than 2% per year after taking into account charges over a minimum investment horizon of 3 years.
To achieve this objective, the Sub-Fund invests at least two thirds of its assets in debt instruments whose issuer is represented in the reference indicator and selected through a process based on an analysis of the strengths and weaknesses of different markets through macroeconomic, technical approaches, fundamental valuation and risk appetite.

Risk & Reward Profile (SRRI)



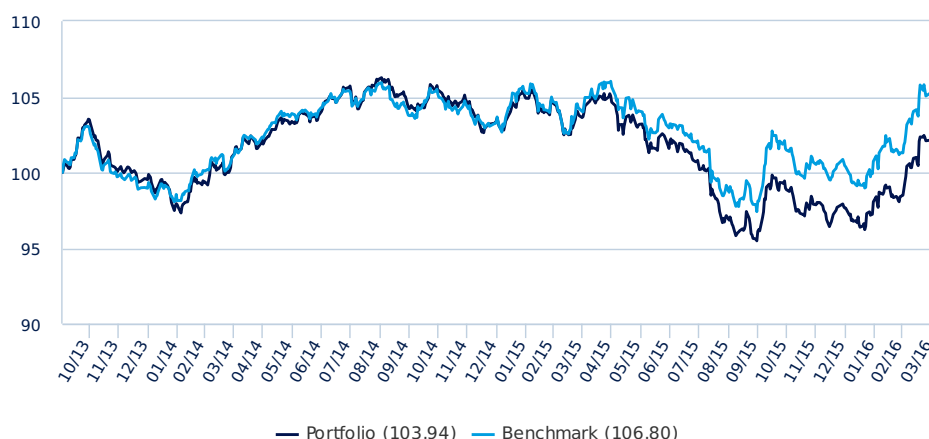
Lower risk, potentially lower rewards

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 02/10/2013 until 31/03/2016



Cumulative returns *

Since	YTD 31/12/2015	1 month 29/02/2016	3 months 31/12/2015	1 year 31/03/2015	3 years	5 years	Since 02/10/2013
Portfolio	6.44%	5.54%	6.44%	0.25%	-	-	1.56%
Benchmark	6.39%	5.43%	6.39%	2.69%	-	-	2.67%
Spread	0.05%	0.10%	0.05%	-2.44%	-	-	-1.11%

Calendar year performance *

	2015	2014	2013	2012	2011
Portfolio	-5.72%	3.71%	-	-	-
Benchmark	-3.17%	4.36%	-	-	-
Spread	-2.55%	-0.65%	-	-	-

* 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 (source : Amundi)

	Portfolio	Benchmark
Yield	5.20%	3.32%
Modified duration ¹	5.96	6.04
SWMD ²	4.01	1.24
Average rating ³	A-	A+
Total portfolio holdings	91	-
Issuer number	45	-

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	-10.16%
Worst month	08/2015
Lowest return	-3.33%
Best month	03/2016
Highest return	5.54%

Risk analysis (rolling)

	1 year	3 years	5 years
Portfolio volatility	6.33%	-	-
Benchmark volatility	6.43%	-	-
Ex-post Tracking Error	1.59%	-	-
Information ratio	-1.51	-	-
Sharpe ratio	-0.27	-	-



Raymond Lim, CFA

Director, Head of Asian Bonds

Management commentary

March continued to see emerging market bonds do well. The US FOMC meeting on 18 March provided further impetus for emerging markets as the FOMC reduced their forecast of rate hikes in 2016 to two times from four. The dovish outlook was further iterated by Chairperson Janet Yellen at the Economic Club of New York on 30 March. This dovish outlook has weakened the USD and has caused Asian currencies to appreciate. The US economy continued its steady, if not spectacular, growth in March, adding 215,000 jobs and reporting slight improvements in the unemployment rate to 5%. The next hike is likely to be postponed to 2H 2016, with this possibility currently priced at approximately 50%.

The fund recorded an absolute gross performance of +5.67% during the month of March 2016, vs the benchmark's +5.43%.

For YTD March, the fund returned +6.83% gross vs the benchmark's +6.39%.

Performance attribution

	03/2016	2016	2015	2014	2013	2012
	-	-	-	-	-	-
Asian Local Bonds	-0.22	0.36	-0.85	-0.25	0.34	1.12
USD-denominated Debt	0.36	-0.04	-0.39	0.42	-0.17	0.82
Asian Local Currencies	0.39	0.44	-0.25	0.24	-0.65	-0.21
G3 + Pegged Ccy	-0.29	-0.28	0.16	0.40	0.55	1.03
Credit exposure	0.01	-0.04	0.17	0.01	0.12	0.13
Outperformance	0.23	0.44	-1.17	0.83	0.19	2.89
Fund Perf (Gross)	5.67	6.83	-4.34	5.19	-5.53	11.82
ALBI Benchmark	5.43	6.39	-3.17	4.36	-5.72	8.93

Out performance attribution for the institutional share class

Statistical risk indicators (ex-ante)

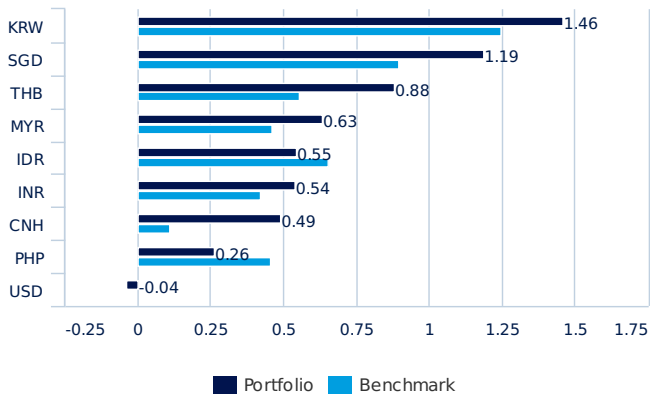
	Portfolio
Total risk Tracking Error	1.94%
Bond risk	-
Yield curve segment allocation	0.20%
Global bond exposure	0.47%
Swap spread	0.61%
Global bond market allocation	0.47%
Credit risk	-
Credit	0.20%
Emerging bond exposure	0.75%
Currency risk	-
Emerging currencies allocation	1.10%
Fx inter-bloc (EUR, JPY, CAD)	0.29%
Fx intra-bloc	0.09%
US Dollar exposure	0.33%
Equity risk	-
Global equity exposure	0%
Sector allocation	0%
Global equity market allocation	0%
Diversification effect	2.56%

Source RiskMetrics

Equity Risk refers to the contribution of Equity exposure

Global risk allocation per yield curve

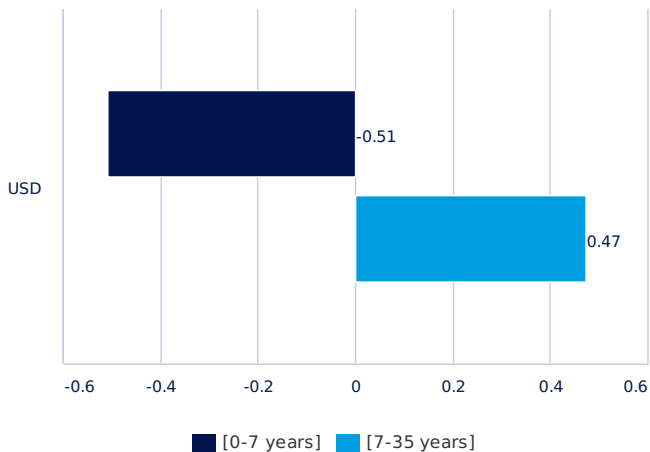
Modified duration ***



*** Includes derivatives

Global risk allocation per yield curve segment

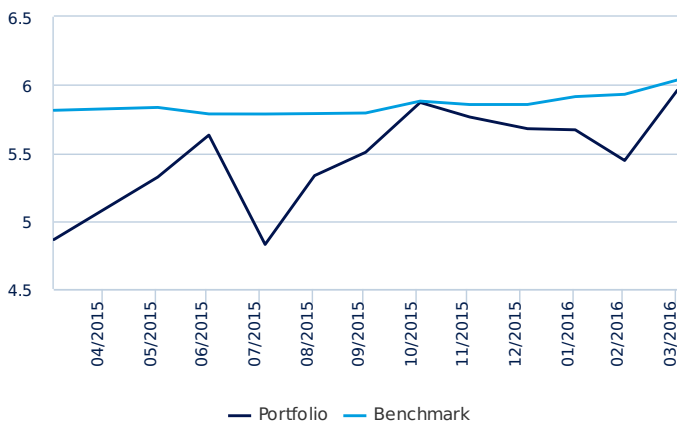
Modified duration ***



*** Includes derivatives

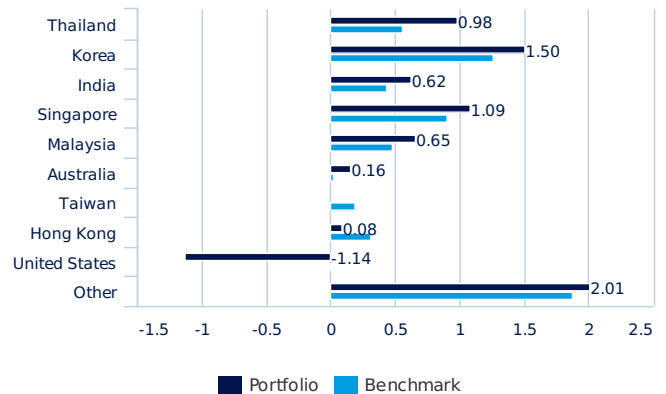
Historical risk indicators

Modified duration



Portfolio breakdown by country

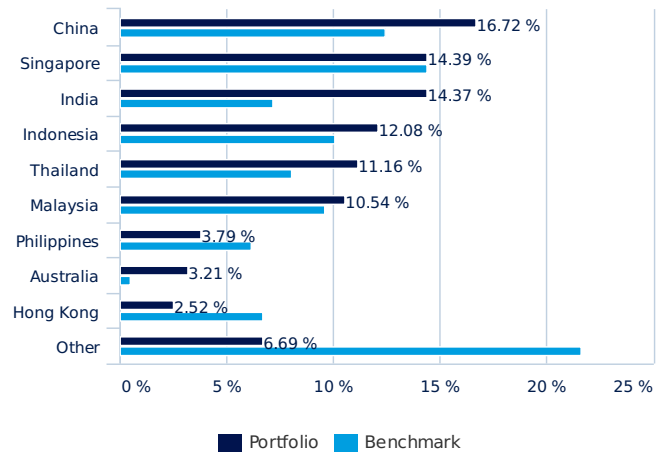
Modified duration *



* Includes derivatives & credit default swaps.

Portfolio breakdown by country

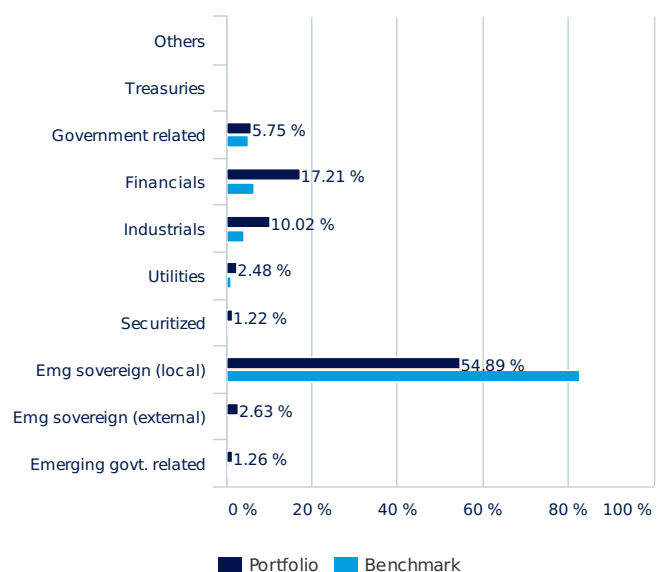
% of assets **



** Includes credit default swaps

Portfolio breakdown by sector

% of assets **



** Includes credit default swaps

Top 10 corporate issuers **

	Sector	% asset
ANZ BANKING GRP LTD	Financials	2.75%
RELIANCE INDUSTRIES LTD	Industrials	2.41%
BANK OF EAST ASIA LTD	Financials	2.12%
POWER GRID CORP OF INDIA LTD	Utilities	2.02%
POWER FINANCE CORP LTD	Financials	1.89%
ABN AMRO BANK NV	Financials	1.51%
DBS BANK LTD/SINGAPORE	Financials	1.51%
THAI OIL PCL	Industrials	1.30%
CHINA OVERSEAS FIN CYM V	Financials	1.26%
ALIBABA GROUP HOLDING LTD	Industrials	1.23%

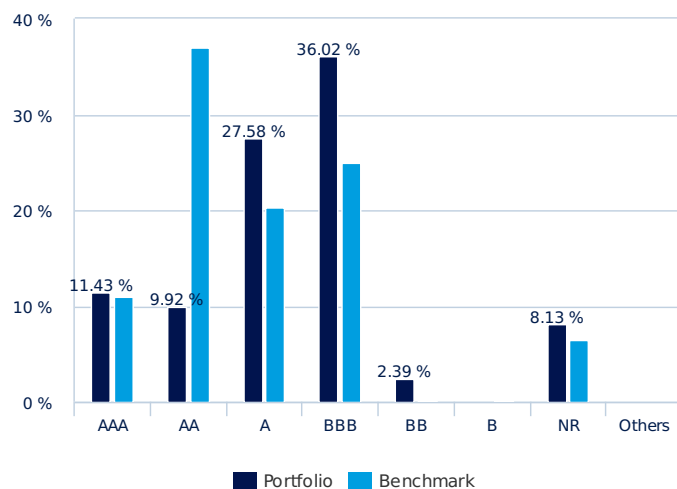
** Includes credit default swaps

Sector allocation

	% of assets	% of assets (benchmark)
Treasuries	0%	0.07%
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Government related	5.75%	5.04%
Agencies	3.51%	4.63%
Supranationals	1.00%	0.35%
Local authorities	-	0.02%
Development Banks	1.24%	0.04%
Financials	17.21%	6.58%
Real estate	1.63%	1.99%
Banks & building societies	13.21%	3.69%
Insurers	0.16%	0.10%
Specialised financial	2.21%	0.80%
Industrials	10.02%	3.92%
Energy	4.89%	0.57%
Automobiles	0.85%	0.20%
Capital goods	-	0.64%
Consumer cyclical	1.83%	0.51%
Consumer non-cyclical	-	0.30%
Chemicals	0.42%	0.12%
Media	-	0.03%
Transportation	-	0.88%
Telecom. & technology	2.03%	0.53%
Others	-	0.03%
Basic materials	-	0.12%
Utilities	2.48%	0.91%
Utilities	2.48%	0.91%
Securitized	1.22%	0.37%
ABS	-	0.01%
Covered bonds	1.22%	0.36%
Emerging sovereign (local debt)	54.89%	82.80%
Emerging sovereign (local debt)	54.89%	82.80%
Emerging sovereign (external debt)	2.63%	0.01%
Emerging sovereign (ext debt)	2.63%	0.01%
Emerging govt. related	1.26%	0.28%
Emerging govt. related : Agencies	-	0.24%
Emerging govt. related : Industrials	1.26%	0.04%

Portfolio breakdown by credit rating (source : Amundi)

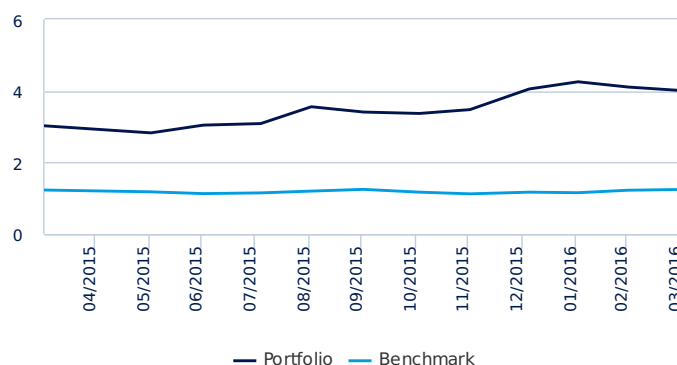
% of assets **



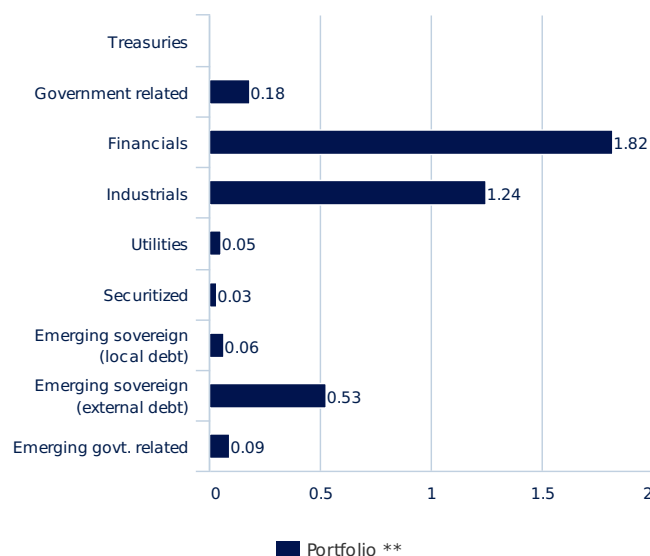
** Includes credit default swaps

Historical risk indicators

Spread Weighted Modified Duration (SWMD)



Spread Weighted Modified Duration (SWMD) **



** Includes credit default swaps

Top 15 issuers **

	Sector	% asset
INDONESIA	Emerging sovereign (external debt)	10.91%
SINGAPORE	Emerging sovereign (local debt)	10.43%
THAILAND	Emerging sovereign (local debt)	9.44%
MALAYSIA	Emerging sovereign (local debt)	9.00%
CHINA (PEOPLES REPUBLIC OF)	Emerging sovereign (local debt)	7.77%
INDIA	Emerging sovereign (local debt)	5.27%
PHILIPPINES	Emerging sovereign (external debt)	3.79%
ANZ BANKING GRP LTD	Financials	2.75%
RELIANCE INDUSTRIES LTD	Industrials	2.41%
BANK OF EAST ASIA LTD	Financials	2.12%
POWER GRID CORP OF INDIA LTD	Utilities	2.02%
RURAL ELECTRIFICATION CORP LTD	Government related	1.92%
POWER FINANCE CORP LTD	Financials	1.89%
HOUSING & DEVELOP.BOARD	Government related	1.59%
ABN AMRO BANK NV	Financials	1.51%

** Includes credit default swaps

Breakdown by rating & sector **

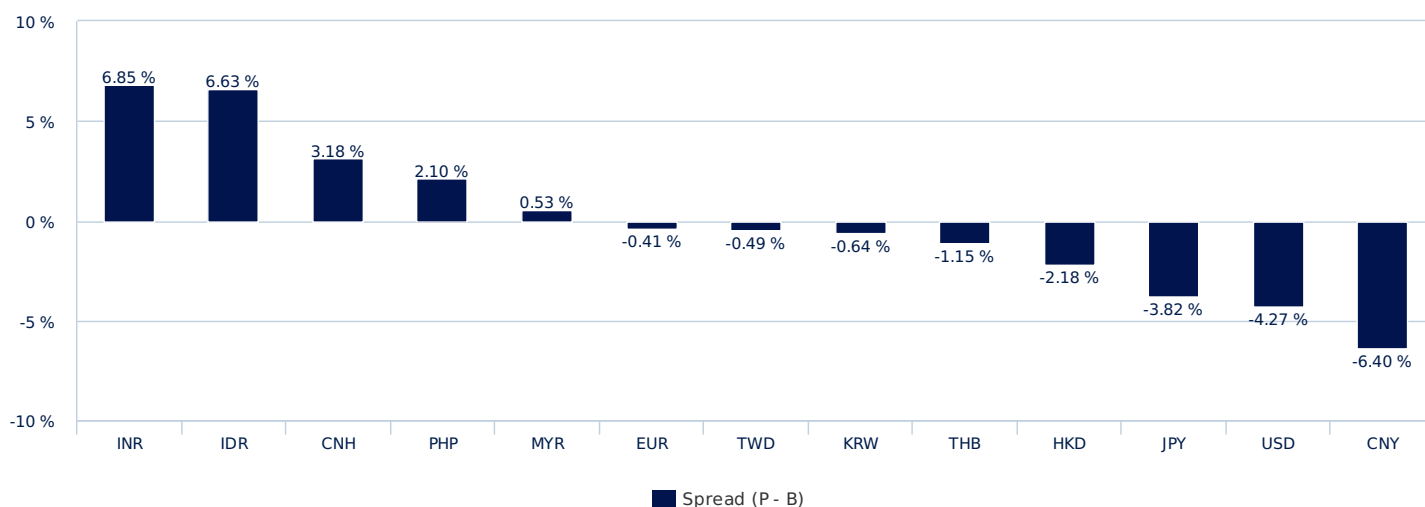
	Investment grade % of assets	Speculative grade % of assets
Emg sovereign (local)	54.89%	-
Emg sovereign (external)	2.63%	-
Utilities	0.46%	2.02%
Securitized	1.22%	-
Government related	2.24%	3.51%
Emerging govt. related	1.26%	-
Financials	13.40%	3.81%
Industrials	8.85%	1.17%
Total	84.95%	10.52%

** Includes credit default swaps

Main emerging debt allocation

	% asset
Indonesia	10.91%
Thailand	9.44%
China	9.03%
Malaysia	9.00%
India	5.27%
Total	43.64%

Currency risk allocation (% of assets)



Fund information

Fund structure	UCITS under Luxembourg law
Fund Manager	Amundi Luxembourg SA
Custodian	CACEIS BANK LUXEMBOURG
Sub-fund launch date	20/09/2013
Share-class inception date	20/09/2013
Sub-fund reference currency	USD
Share-class reference currency	USD
Type of shares	(A) Accumulation (D) Distribution
ISIN code	(A) LU0945149838 (D) LU0945149911
Bloomberg code	AMBALAU LX
Minimum first subscription / subsequent	1 thousandth(s) of (a) share(s) / 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)	4.50%
Maximum direct annual management fees including taxes	1.00% IAT
Performance fees	Yes
Exit charge (maximum)	0%
Ongoing charge	1.47 % (realized)
Minimum recommended investment period	3 years
Benchmark index performance record	04/08/2009: 100.00% HSBC ASIAN LOCAL BOND OVERALL

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