

AVIVA INVESTORS

- MULTI-STRATEGY TARGET RETURN FUND (SHARE CLASS Ay)

AS AT 31 AUGUST 2017



LEGAL FORM
Sub fund of Aviva Investors SICAV (Luxembourg UCITS)
FUND MANAGER
Peter Fitzgerald Since 1 July 2014 Dan James Since 1 July 2014 Ian Pizer Since 1 December 2014 Brendan Walsh Since 30 October 2015
RETURN OBJECTIVE
The Fund aims to provide a positive return under all market conditions, by targeting an average annual return of 5% above that of the European Central Bank base rate, before the deduction of charges, over a rolling three year period.
RISK OBJECTIVE
Less than half the volatility of global equities.
SHARE CLASS CURRENCY
EUR
NAV
EUR 9.6860
AUM
EUR 4,464.03m
INDUSTRY CODES
ISIN: LU1195384919 SEDOL: BW9H5J9 Bloomberg: AIMSAC LX WKN: A1426N Valoren: 27426597 MEXID: CUAAXX
LAUNCH DATE
6 March 2015
FEES
Management Fee: 1.50% p.a. Initial Charge: 5.00% Redemption Charge: 0.00% Performance Fee: 0.00% Ongoing Charge: 1.60% as at 31 December 2016
SETTLEMENT
T + 3
NAV CALCULATION
Global close
MANAGEMENT COMPANY
Aviva Investors Luxembourg S.A. 2 rue du Fort Bourbon L-1249 Luxembourg
INVESTMENT ADVISOR
Aviva Investors Global Services Limited
CUSTODIAN
J.P. Morgan Bank Luxembourg S.A.
AUDITOR
PricewaterhouseCoopers Société coopérative

INVESTMENT STRATEGY

The Fund aims to produce steady returns in all market conditions while seeking to preserve capital. It seeks to do this by using a multi-strategy approach, combining a range of global investment ideas. The ideas are implemented as strategies within the Fund. Some strategies are expected to perform well when financial markets rise, others when they fall, and a third group which look to generate returns while being indifferent to the direction markets take. The Fund strives to meet its objectives irrespective of the performance of a benchmark or peers.



COMMITMENT

Company-wide focus on delivering investment outcomes that clients want

CREATIVITY

Bringing together our global investment capabilities across a broad range of disciplines

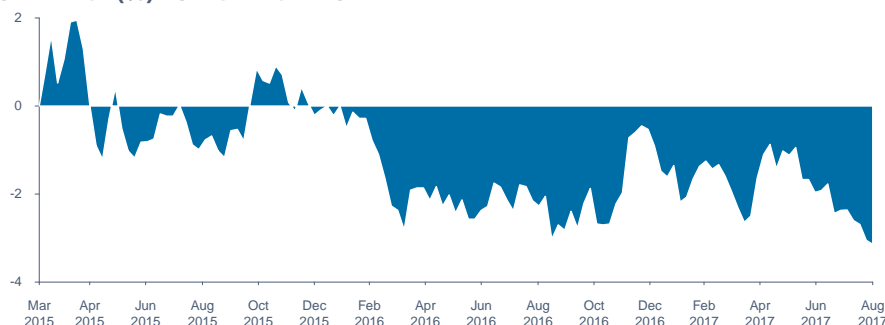
CONSTRUCTION

Elevating portfolio construction and risk management to the same importance as idea generation

HIGHLIGHTS

- Over the month the Fund delivered an overall absolute return of -0.61%
- Geopolitical risks resurfaced in August, as inflation eased further
- Fund losses due to the rally in fixed income and decline in European equities were partly offset by gains in emerging market assets and US equity large-caps relative to small-caps

PERFORMANCE (%) - SINCE INCEPTION



Source: Aviva Investors/Lipper, a Thomson Reuters company as at 31 August 2017
Basis: Mid to mid, gross income re-invested, net of fees, in Euro
Past performance is not a guide to the future

Calendar	2016	2015	2014	2013	2012
Fund	-0.32	-	-	-	-

PERFORMANCE (%)

	Cumulative							Since Launch	Annualised		
	1M	3M	6M	YTD	1Y	3Y	5Y		1Y	3Y	5Y
Fund	-0.61	-2.03	-1.23	-2.62	-1.00	-	-	-3.14	-1.00	-	-

Source: Aviva Investors/Lipper, a Thomson Reuters company as at 31 August 2017
Basis: Mid to mid, gross income re-invested, net of fees, in Euro
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COMMENTARY

Performance was adversely impacted by the global fixed income rally, which negatively impacted our US inflation and interest rate curve strategies, as well as our strategy that benefits from higher long-term interest rates in UK. Underperformance by European equities also acted as a drag. Losses were partly offset by gains in a long Turkish Lira position, exposure to emerging market equities and a risk-reducing strategy which benefits when US large-cap stocks outperform small-caps.

During August we added to our emerging market bond strategies with a long position in Mexican government bonds. We added a new opportunistic strategy that would benefit from weakness in the European auto sector, which is expected to continue suffering from reputational damage and technological change, compared to the broader European equity market. We also introduced a strategy that benefits from emerging market equities outperforming developed markets, adding to our existing long strategies in emerging markets. Finally we added a strategy that benefits from US rates rising relative to UK rates, with the latter expected to see increased uncertainty and weaker growth as Brexit negotiations continue.

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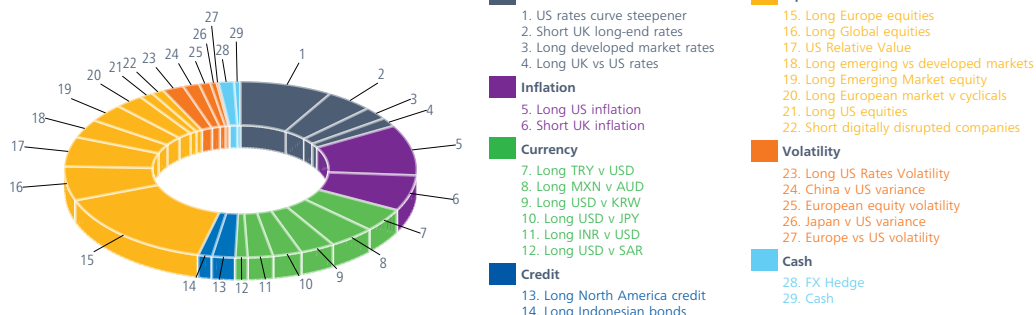


IMPORTANT INFORMATION

The value of an investment and any income from it may go down as well as up and investors may not get back the original amount invested. Past performance is not a guide to future performance. Derivative risks: As a result of the high degree of leverage typically employed when trading financial derivatives, a relatively small price movement in the underlying asset may result in substantial losses to the fund's assets. Aviva Investors - Multi-Strategy Target Return Fund is a sub-fund of Aviva Investors SICAV I ("SICAV"); an open-ended investment company incorporated as a Société d'Investissement à Capital Variable in Luxembourg. It is authorised by the Commission de Surveillance du Secteur Financier ("CSSF") and qualifies as an Undertaking for Collective Investment in Transferable Securities ("UCITS") under Part I of the law of 17 December 2010 relating to undertakings for collective investment. The Management Company is Aviva Investors Luxembourg S.A. The Investment Manager is Aviva Investors Global Services Limited ("Aviva Investors"), regulated and authorised by the Financial Conduct Authority. Investors' attention is drawn to the specific risk factors set out in the fund's share class key investor information document ("KIID") and prospectus. Investors should read these in full before investing. The Prospectus and KIID are available, together with the annual and semiannual reports and financial statements of the SICAV, free of charge from the management company, Aviva Investors Luxembourg S.A., 2 rue du Fort Bourbon 1st Floor L-1249 Luxembourg, Grand Duchy of Luxembourg R.C.S. Luxembourg B25708, or online at www.avivainvestors.com. Where a sub-fund of the SICAV is registered for public distribution in a jurisdiction, a KIID in the official language of that jurisdiction will be available. Opinions expressed are those of Aviva Investors. They should not be viewed as advice or recommendation of any nature. The distribution and offering of shares may be restricted by law in certain jurisdictions. This document should not be taken as an offer or solicitation by anyone in any jurisdiction in which such an offer is not authorised or to any person to whom it is unlawful to make such an offer or solicitation. Aviva Investors is not responsible and takes no liability for the onward transmission of this material. Issued and approved by Aviva Investors Global Services Limited, registered in England No. 1151805. Registered Office: St Helen's, 1 Undershaft, London EC3P 3DQ. Authorised and regulated by the Financial Conduct Authority. 17/DM0217/30112017

PORTFOLIO RISK BREAKDOWN BY STRATEGY POSITIONAL STAND-ALONE STANDARD DEVIATION

Annualised Volatility: 4.85%



Source: MSCI Riskmetrics, as at 31 August 2017. Risk Basis: Includes all holdings, cash & derivatives, base currency Euro.

Risk data shown is based on annualised standard deviation. Effective observation period (history) of risk factors of at least one year. Includes idiosyncratic risks & takes account of basis risks, and second-order and nonlinear risks.

Attribution Basis: Includes all holdings, cash & derivatives, base currency Euro. FX Allocation Hurdle Rate - Base Currency Deposit Rate.

Funding Cost Hurdle Rate - Negative Average Deposit Rate Of Currencies in Benchmark.

Local Allocation Model - Total Return Allocation. Weight/Normalisation - Net Market Value.

Past performance is not a guide to the future.

PORTFOLIO RISK AND RETURN ANALYSIS

The table below shows how much of the Fund is made up from each risk factor and the contribution each has made to returns. This gives you a breakdown of the performance of the strategies so you can see where Fund performance has come from.

Risk factor	Strategy	Stand-alone Risk Exposure %	Weighting (risk-based%)	Contribution to returns %	1 year
Duration	US rates curve steepener	1.26	8.52	-0.31	-0.13
	Short UK long-end rates	0.64	4.33	-0.14	-0.14
	Long developed market rates	0.34	2.32	0.01	-0.37
	Long UK vs US rates	0.24	1.61	-0.02	-0.02
Inflation	Long US inflation	1.37	9.32	-0.18	0.10
	Short UK inflation	0.97	6.55	-0.05	0.30
Currency	Long TRY v USD	0.64	4.32	0.14	0.20
	Long MXN v AUD	0.63	4.26	0.03	-0.06
	Long USD v KRW	0.47	3.17	0.05	-0.24
	Long USD v JPY	0.39	2.64	-0.03	-0.06
	Long INR v USD	0.34	2.31	0.05	0.48
	Long USD v SAR	0.16	1.12	-0.04	-0.36
Credit	Long North America credit	0.31	2.12	-0.01	0.70
	Long Indonesian bonds	0.19	1.27	0.04	0.01
Equities	Long Europe equities	2.27	15.42	-0.15	0.82
	Long Global equities	0.92	6.26	-0.04	0.25
	US Relative Value	0.80	5.44	0.12	0.12
	Long emerging vs developed markets	0.50	3.42	0.05	0.05
	Long Emerging Market equity	0.49	3.36	0.09	0.45
	Long European market v cyclical	0.39	2.63	-0.10	-0.10
	Long US equities	0.18	1.24	-0.01	0.19
	Short digitally disrupted companies	0.17	1.13	0.07	0.08
	Long US Rates Volatility	0.29	1.96	-0.03	-0.27
Volatility	China v US variance	0.22	1.49	0.01	-0.08
	European equity volatility	0.15	1.04	0.03	-0.71
	Japan v US variance	0.08	0.57	-0.00	-0.02
	Europe vs US volatility	0.03	0.17	-0.00	-0.07
	Cash and Currency Hedge	0.29	2.00	-0.02	0.09
Closed Positions		0.00	0.00	0.00	-0.50

Risk Type Glossary

Stand-alone Risk Exposure - Is the volatility associated with a single strategy or asset

Contribution to returns - Is the breakdown of the return within the given investment universe

Weighting (risk-based %) - Is the stand-alone volatility as a percentage of the undiversified volatility of the Fund

Source: MSCI Riskmetrics/Bardays Point, as at 31 August 2017. Risk Basis: Includes all holdings, cash & derivatives, base currency Euro.

Risk data shown is based on annualised standard deviation. Effective observation period (history) of risk factors of at least one year.

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