

# Key Investor Information

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

## US MORTGAGE, a Subfund of the SICAV BNP PARIBAS FLEXI I

Class "Privilege H EUR Capitalisation" - ISIN code LU1080341818

This Fund is managed by BNP PARIBAS ASSET MANAGEMENT Luxembourg, part of the BNP Paribas Group

## Objectives and Investment Policy

The Fund aims to attain a high level of total return while also preserving capital. The Fund invests primarily in a diversified range of agency mortgage-backed securities which are traded in the US and worldwide. The Fund may also invest to a minor extent in other mortgage-backed securities, asset-backed securities, transferable securities, money market instruments, futures and interest rate swaps. Mortgage-backed and asset-backed securities are debt securities which are intended to pay a return based on the income generated by underlying assets such as the mortgage payments from residential homeowners. The Fund will invest only in debt securities that have a credit rating of at least BBB by S&P or Fitch and Baa by Moody's.

It is actively managed and as such may invest in securities that are not included in the index, which is Barclays Mortgage-Backed Securities Index (RI).

Income are systematically reinvested.

This share class aims at hedging its currency exchange risk against the Fund's portfolio exposure currency. However, the currency exchange risk cannot be completely neutralized as the hedging technique is based of the Fund's NAV.

## Risk and Reward Profile

Lower risk  
←————→ Higher risk  
Typically lower reward      Typically higher reward

1	2	3	4	5	6	7
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- Historical data may not be reliable indication for the future.
- The risk category of a Fund is an indicator but not a target or a guarantee and may shift over time.
- The lowest category does not mean a risk-free investment.
- Why is the Fund in this specific category?

The risk category is justified by the investment mainly in Interest Rate instruments. The investor's attention is drawn to the fact that an increase in interest rates results in a decrease in the value of investments in bonds and debt instruments and more generally fixed income instruments.

- The higher the risk, the longer the recommended investment horizon.

Other risks materially relevant to the Fund which are not adequately captured by the indicator are described below:

- **Credit Risk:** This risk relates to the ability of an issuer to honour its commitments: downgrades of an issue or issuer rating may lead to a drop in the value of associated bonds.
- **Liquidity Risk:** This risk arises from the difficulty of selling an asset at a fair market price and at a desired time due to lack of buyers.
- **Counterparty Risk:** This risk is associated with the ability of a counterparty in an Over The Counter financial transaction to fulfil its commitments like payment, delivery and reimbursement.
- **Derivatives Risk:** When investing in over the counter or listed derivatives, the Fund aims to hedge and/or to leverage the yield of its position. The attention of the investor is drawn to the fact that leverage increases the volatility of the subfund.

For more information on risks, please see the "Investment risks" section of the Fund's prospectus, which is available at [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

## Charges

The charges you pay are used to pay the Fund's running costs, including the costs of marketing and distribution. These charges reduce the potential growth of your investment.

### One-off charges taken before or after you invest

<b>Entry charge</b>	No
<b>Exit charge</b>	No

This is the maximum that might be taken out of your money (before the proceeds of your investment are paid out).

### Charges taken from the Fund over each year

<b>Ongoing charges</b>	No
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### Charges taken from the fund under specific conditions

<b>Performance fee</b>	No
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This figure may vary from year to year. It excludes:

- Portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units in another collective investment undertaking. In case of conversion, no fee will be charged.

For more information about charges, please see the "Fees and Costs" section of the Fund's prospectus, which is available at [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

## Past Performance

The Share Class is not yet launched. Therefore, there is insufficient data to provide a useful indication of past performance.

## Practical information

- Custodian: BNP PARIBAS SECURITIES SERVICES-LUXEMBOURG BRANCH
- Further information about the Fund including the latest Prospectus, latest published prices of share(s), annual report and half yearly report may be obtained free of charge, in English, from BNP PARIBAS ASSET MANAGEMENT Luxembourg or online at [www.bnpparibas-am.com](http://www.bnpparibas-am.com).
- Luxembourg tax legislation may have an impact on the personal tax position of the investor.
- Details of the updated remuneration policy (including a description of how the remuneration and benefits are calculated), the identity of the people responsible for granting the remuneration and benefits and the composition of the remuneration committee are available on the website <http://www.bnpparibas-am.com/en/remuneration-disclosure/>. A hard copy of the remuneration policy will be available upon request.
- BNP PARIBAS ASSET MANAGEMENT Luxembourg may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund.
- Investors may switch between Funds of BNP PARIBAS FLEXI I. Please see the prospectus or contact your financial adviser for details.

This Fund is authorised in Grand Duchy of Luxembourg and regulated by the "Commission de Surveillance du Secteur Financier".

This key investor information is accurate as at 30 June 2017.