

AMUNDI FUNDS CONVERTIBLE GLOBAL - IE

FACTSHEET

31/12/2017

BOND ■

Key information (source : Amundi)

Net Asset Value (NAV) : (A) 1,648.41 (EUR)
(D) 1,100.13 (EUR)

NAV and AUM as at : 29/12/2017

Assets Under Management (AUM) :
328.29 (million EUR)

ISIN code : (A) LU0119108156
(D) LU0194910997

Benchmark :
Thomson Reuters Convertible Index - Global
Focus Hedged (EUR)

Morningstar Overall Rating © : 3

Morningstar Category © :
CONVERTIBLE BOND - GLOBAL. EUR HEDGED

Number of funds in the category : 265

Rating date : 30/11/2017

Investment Objective

The investment objective is to outperform the index representing global convertible bonds. The sub-fund offers the possibility to partially take part in the appreciation of equity markets while offsetting possible declines thanks to the bond behaviour of the asset class. Based on a fundamental stock analysis, the investment team selects the most liquid convertible bonds offering the most attractive convexity.

Information

Fund structure : UCITS

Share-class inception date : 02/05/2000

Eligibility : -

Type of shares : (A) Accumulation
(D) Distribution

Minimum first subscription / subsequent :
500000 Equivalent in EUR of USD

Dealing times :

Orders received each day D day before 14:00

Entry charge (maximum) : 2.50%

Ongoing charge : 0.93% (realized)

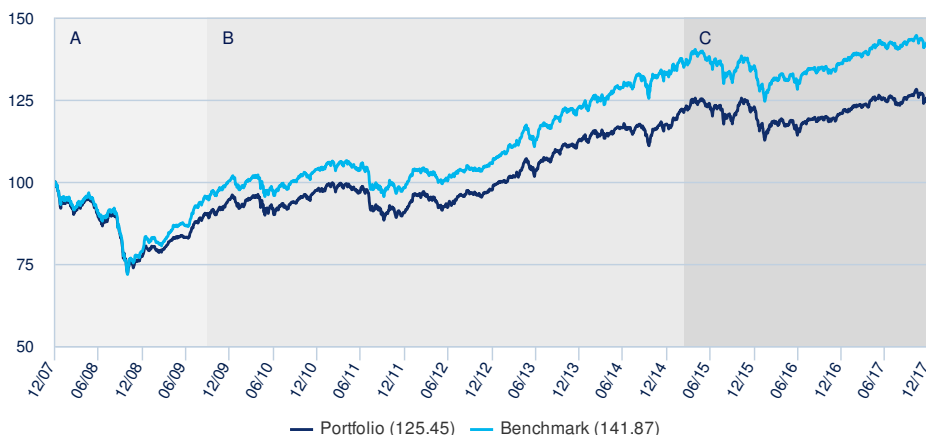
Exit charge (maximum) : 0%

Minimum recommended investment period : 4 years

Performance fees : Yes

Returns

Performance evolution (rebased to 100) from 31/12/2007 to 29/12/2017*



A : Until the end of this period, the sub-fund was managed based on a different scope of eligible assets, as regards to geographical constraints

B : During this period, the sub-fund was managed based on a different investment policy than the one currently in force.

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

Cumulative returns *

	YTD	1 month	3 months	1 year	3 years	5 years	Since
Since	30/12/2016	30/11/2017	29/09/2017	30/12/2016	31/12/2014	31/12/2012	28/04/2000
Portfolio	3.89%	-1.15%	-0.19%	3.89%	6.95%	28.56%	40.74%
Benchmark	4.39%	-1.01%	-0.31%	4.39%	6.87%	34.42%	73.28%
Spread	-0.50%	-0.14%	0.12%	-0.50%	0.08%	-5.87%	-32.54%

Calendar year performance *

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Portfolio	3.89%	-1.53%	4.54%	3.81%	15.80%	7.55%	-7.01%	3.09%	21.67%	-22.21%
Benchmark	4.39%	0.58%	1.78%	7.87%	16.61%	7.42%	-5.48%	3.56%	26.39%	-20.58%
Spread	-0.50%	-2.10%	2.76%	-4.06%	-0.81%	0.13%	-1.53%	-0.47%	-4.72%	-1.63%

* 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.

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.

Fund statistics

	Portfolio	Benchmark
Delta equity (1%) ¹	46.81%	42.07%
Modified duration ²	0.98	1.95

¹ Fund's sensitivity to a 1% variation of all underlying share prices

² Modified duration (in points) estimates a bond portfolio's percentage price change for 1% change in yield.

Volatility

	1 year	3 years	5 years
Portfolio volatility	4.48%	6.04%	6.03%

Volatility is a statistical indicator that measures an asset's variations around its average value. For example, market variations of +/- 1.5% per day correspond to a volatility of 25% per year.

BOND

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Portfolio manager**Jérôme Gunther**
Portfolio manager

Management commentary

December was similar to November in that the equity markets showed mixed performances: slightly up in the USA (following the vote on tax reform), very positive in Japan (due to continued improvement of economy and company earnings results revised upwards) and above all in Asia-ex (due to the falling dollar). Europe remained under pressure, affected by negative sector rotation and the rising euro.

As the year drew to a close, the main event was the sudden sharp drop in Steinhoff stock, with the company at the heart of a financial scandal of which the extent has still not been properly assessed four weeks after the disclosure of the group's accounting irregularities. The fund's performance this month was thus significantly affected by this position, from both an absolute and a relative perspective. Additionally, our overexposure to Asia/Japan and Europe, and some good individual results in the USA helped limit our relative poor performance.

In terms of valuations, the redemptions/issues imbalance contributed to making the whole sector more expensive, with absolute levels of implied volatilities nevertheless remaining in the lower range of recent years.

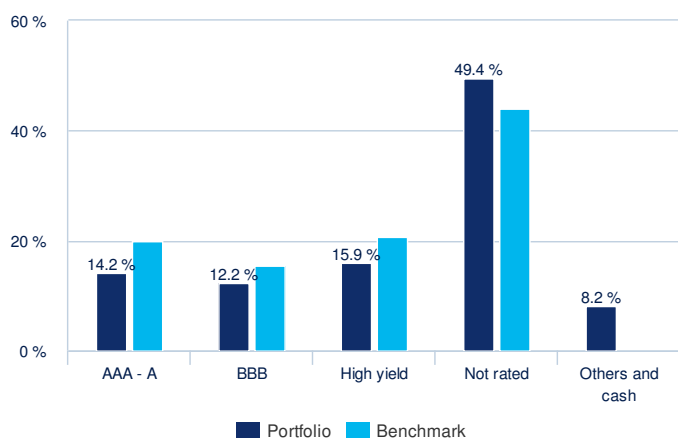
Mergers and acquisitions within the universe continued, with Hammerson approaching Intu in England, Unibail merging with the Australian Westfield and Vonovia's takeover bid for Buwog. The theme is expected to remain omnipresent in 2018, and to be a performance driver for the asset class.

Within the portfolio, we are continuing to optimise the profile of our positions on Japan. For each underlying, when there are several bonds we give priority to the most convex profiles. As a result of these arbitrages (Mitsubishi Chemical, Kansai Paint, Terumo, Teijin), it was possible to take profits partially on the zone while maintaining our exposure. In Europe, Foncière des Régions was trimmed after rising well, in favour of the newly-issued Maisons du Monde. In the USA, the declining ON-Semiconductor and Workday were reinforced to the detriment of Teva and Hologic, which we removed. Finally in Asia the convertible Advanced Semi-Equipment, having become non-attractive, was sold and Ctrip (Chinese online travel company) was preferred.

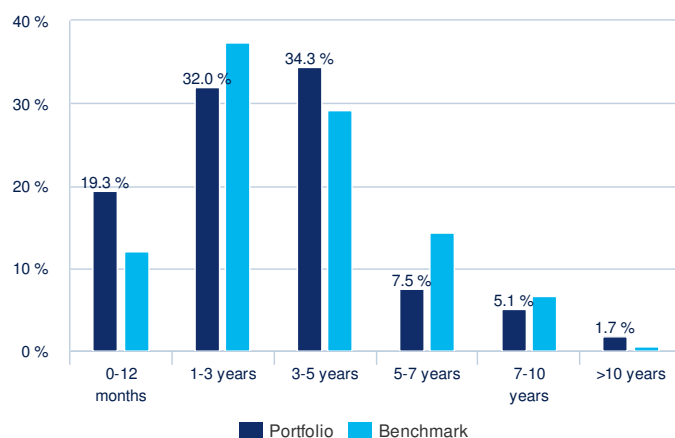
As we move into 2018, the fund is continuing to give priority to the Europe and Japan/Asia zones while remaining very selective on the North America zone. This choice of allocation proved to be satisfactory towards the end of the year with respect to Asia/Japan and the US. In Europe, the zone's good macro dynamic and the reasonable valuations on its equity markets have encouraged us to maintain our allocation. The current technical profile of the convertibles market also supports this choice: European and Japanese securities offering more balanced risk profiles than a more "equity" American sector (convertible bonds highly sensitive to underlying shares).

Portfolio breakdown

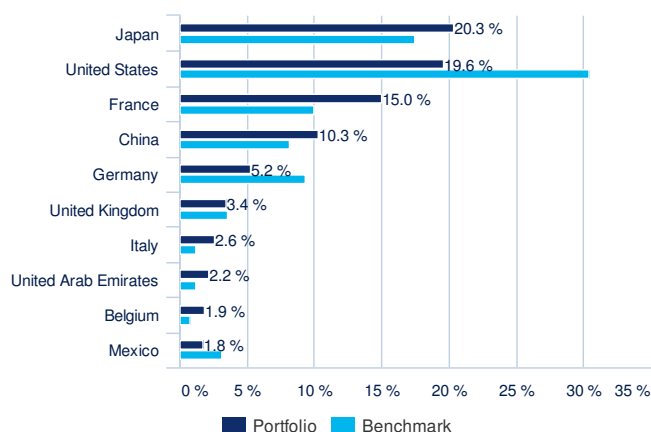
Breakdown by rating (Source : Amundi)



Portfolio breakdown by maturity



Top 10 issuer country



Main convertible bonds (in % of asset) - Top 10

	% asset
TOTAL 0.5% 12/22 CV	2.32%
SAFRAN 0% 12/20 CV	2.11%
DISH 3.375% 15/08/26 CV	2.05%
IAG 0.625% 11/22 CV	1.82%
AABAR/UNICREDIT 1% 3/22 CV	1.80%
AM MOVI/KPN 5.5% 9/18CV	1.76%
TESLA 1.25% 3/21 CV	1.52%
SONY 0% 09/22 CV	1.50%
GBL 0.375% 10/18 CV	1.38%
CITRIX 0.5% 04/19 CV	1.36%
Total Top 10	17.62%

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Legal information

Amundi Funds is a UCITS organised as an open-ended investment company (société d'investissement à capital variable, "SICAV") under the laws of the Grand Duchy of Luxembourg, and is regulated by the Commission de Surveillance du Secteur Financier ("CSSF"). Number of registration RCS B68.806. UK retail investors will not have any protection under the UK Financial Services Compensation Scheme. There will be no right to cancel an agreement to purchase fund units under section 15 of the UK Financial Services Conduct of Business Sourcebook. AMUNDI FUNDS CONVERTIBLE GLOBAL, which is a sub-fund of Amundi Funds, has been recognised for public marketing in United Kingdom by the Financial Conduct Authority (FCA). The issuer of this document is Amundi, 90 Boulevard Pasteur, 75730 Cedex 15 - France, registered in France under number GP 04000036, authorised and regulated by the Autorité des Marchés Financiers. This document is not a Prospectus. The offering of shares in Amundi Funds can only be made using the official Prospectus. The latest prospectus, the key investor information document ("KIID"), the articles of incorporation as well as the annual and semi-annual reports are available free of charge from the facilitating agent (Amundi London Branch, 41 Lothbury, London EC2R 7HF, United-Kingdom) and on our website www.amundi.com. The latest available prospectus, more specifically on risk factors, as well as the KIID should be consulted before considering any investment. The data source of this document is Amundi except otherwise mentioned. The date of these data is indicated under the mention MONTHLY REPORT at the top of the document except otherwise mentioned. Warnings: Please read the Prospectus carefully before you invest. Remember that the capital value and the income from investments may go down as well as up and that changes in rates of exchange between currencies may have a separate effect also causing the value of the investments to decrease or to increase. Past performance is not necessarily a guide to future performance. Investors may not get back the amount they originally invested. Investors should note that the securities and financial instruments contained herein may not be suitable for their investment objectives.

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