LFP Obligations Emergentes I

FR0010227546 - Registered countries ES - IT - CH

International Fixed Income

Monthly report - 30 May 2014

Key figures

NAV I share : 1 656.08 €

I Share Size : 103.01M€

Fund size : 118.35M€

Fund size (master fund) : 121.36M€

Investment horizon

1 year	2 years	3 years	4 years	5 years

Synthetic risk and reward profile

1	2	3	4	5	6	7

Characteristics

Legal form : French Regulated fund - UCITS IV

AMF Classification : International Fixed Income

Share class : I share

Inception date : 24/12/2004

Benchmark : JPM EM Bond Index Global Diversified ($)

Former benchmark until 31/03/14 : 50% JPM EM Bond index Global Diversified $ + 50% JPM GBI EM Global Diversified Unhedged €

Allocation of income: capitalization

Valuation frequency : Daily

Currency : Euro

Clients: Institutional Investors

Risks Incurred : credit, fixed income, default, capital loss, exchange

Modified duration range : between 0 and 8

Commercial Information

ISIN Code : FR0010227546

Bloomberg Ticker : LFPOBEM FP Equity

Max. subscription fees : 3.0%

Max. redemption fees : none

Max. management fees : 1.25%

Performances fees : 25% of excess performance above the index (capped at 2.5% of AUM)

Cut-off time : D at 11:00 am

Settlement : D+2

Initial subscription : 150 000€ min.

Custodian : BNP Paribas Securities Services

Administrator : BNP Paribas Fund Services France

Fund manager : Georges FARRE;Gaël BINOT;Marine MARCIANO;Yasmine RAVAIMANS

Distribution : La Française AM

Management company : La Française des Placements

Document for the use of both non-professional and professional investors - Please read the disclaimer on the last page - Non contractual document
Before subscribing, please refer to the fund prospectus available on the internet : www.lafrançaise-group.com

Data : La Française des Placements, Bloomberg

Investment strategy

To diversify a bond portfolio by harnessing the potential of emerging market bonds.
Generate average annual returns superior to the index: JP Morgan Emerging Markets Bond Index Global Diversified $ over the recommended investment period (3 years).

Net performance in EUR

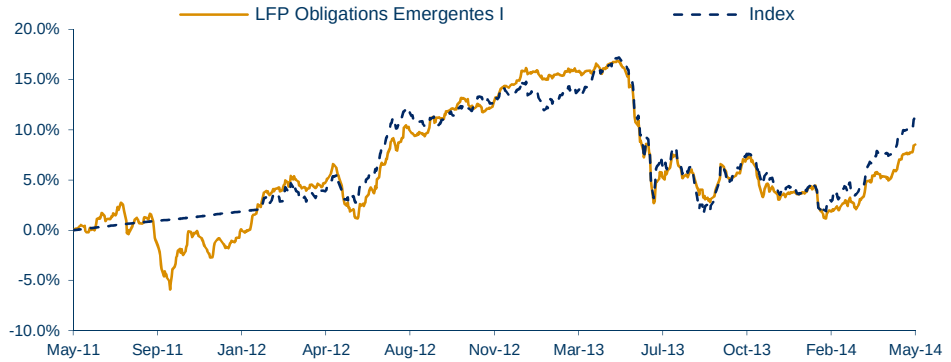
Past performances do not guarantee future results and are not constant over time. This performance does not take into account fees and expenses related to subscription and redemption of shares.

Cumulative	1 month	3 months	2014	1 year	3 years	5 years	Inception*
Fund	**2.83%**	**5.39%**	**4.68%**	**-1.98%**	**8.53%**	**45.04%**	**65.61%**
Benchmark	3.10%	6.68%	7.32%	-0.24%	11.28%	18.91%	40.92%

Annualized	1 year	3 years	5 years	Inception*
Fund	**-1.99%**	**2.77%**	**7.71%**	**5.49%**
Benchmark	-0.24%	3.63%	3.52%	3.70%

* Inception date 24/12/04

Evolution of net performance over 3 years



Risk indicators

Modified duration		4.79	
Yield to maturity*		4.85%	
Average spread (vs Swap)*		372 bp	
Weekly	1 year	3 years	5 years
Fund volatility	7.09%	6.91%	6.69%
Index volatility	8.16%	6.17%	4.77%
Sharpe ratio	-0.07	0.33	1.03

* calculated for stocks in portfolio

Return analysis

	Over 5 years
Max. run-up	56.15% (from 29/05/09 to 07/05/13)
Max. Drawdown	-13.43% (from 10/05/13 to 03/02/14)
Recovery	not achieved
Best month	4.79% (oct-11)
Worst month	-5.86% (sept-11)
% Months >0	73.33%
% Months outperf.	58.33%

Monthly net performance history in %

		Jan.	Feb.	March	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Year
2014	Fund	-2.32	1.69	1.86	0.61	2.83								**4.68**
	Index	-1.61	2.25	2.20	1.24	3.10								**7.32**
2013	Fund	0.11	0.53	0.18	0.61	-5.00	-5.32	0.37	-2.02	1.90	1.58	-2.76	-0.08	**-9.77**
	Index	-1.76	1.59	0.33	1.83	-4.10	-4.66	-0.72	-2.99	2.15	2.54	-2.75	-0.61	**-9.10**
2012	Fund	3.59	1.61	-0.37	1.47	-3.96	3.57	3.84	0.45	2.04	0.52	0.74	1.49	**15.77**
	Index	0.27	1.53	-0.66	1.61	-1.55	3.19	4.53	-0.61	1.09	0.34	1.11	0.74	**12.05**
2011	Fund	-1.64	-0.13	0.53	-0.01	1.31	0.64	1.37	-0.82	-5.86	4.79	-1.43	0.89	**-0.71**
	Index	0.29	0.27	0.30	0.29	0.30	0.27	0.26	0.26	0.21	0.25	0.28	0.26	**3.30**
2010	Fund	1.16	1.07	3.99	1.38	-1.47	1.54	1.09	1.02	0.34	0.87	-0.54	0.70	**11.65**
	Index	0.28	0.26	0.30	0.27	0.26	0.25	0.24	0.24	0.22	0.21	0.26	0.28	**3.12**

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Data through master fund's transparency (La Française AM Fund - LFP Obligations Emergentes - Classe F)

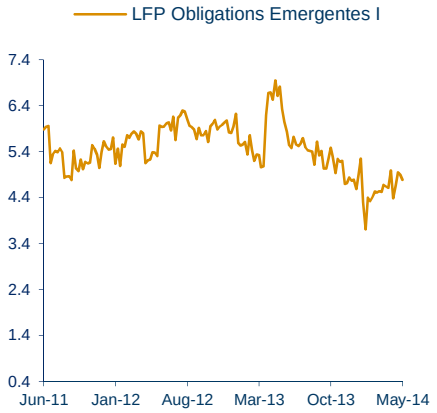
Portfolio structure

In % of AUM

- Fixed rate bonds : 88.02%
- Money market instruments 7.42%
- Money market funds : 3.11%
- Cash : 1.45%

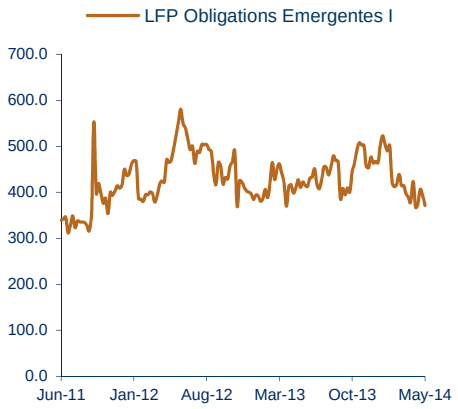
Evolution of modified duration

Fund modified duration : 4.79



Evolution of spread

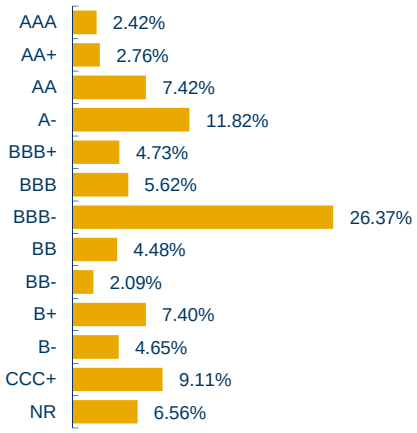
Fund spread : 372 bp



Issuer rating* breakdown

In % of AUM

Average rating : BBB-

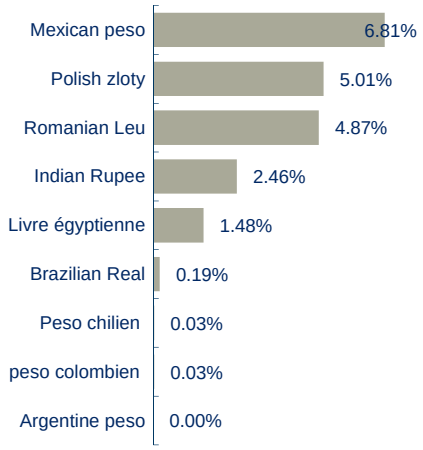


Modified duration breakdown

Contribution to modified duration

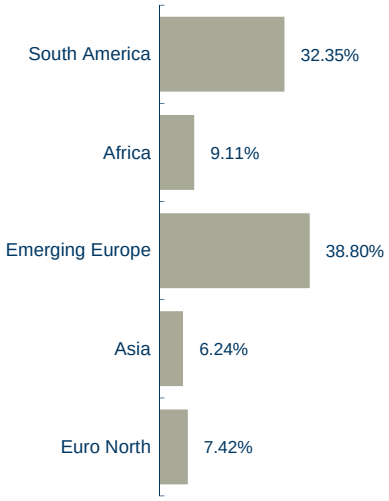
Currency exposure

Currency exposure : 20.88%



Region breakdown

In % of AUM



Principal emerging debts

Local debt (26.36%)	Weight	Rating
Mexico	6.81%	A-
Brasil	5.07%	BBB-
Poland	5.01%	A-
Romania	4.88%	BBB-
Chile	2.76%	AA+
Colombia	1.84%	BBB-

External debt (69.07%)	Weight	Rating
Ecuador	5.47%	CCC+
Russian Federation	5.17%	BBB-
Kazakhstan	5.11%	BBB-
Brasil	4.73%	BBB-
Belarus	4.65%	B-
Indonesia	4.16%	BBB-

Pincipal contributors to spread

Name	Contrib. to Spread against Euro rate
Eib/Brazil 5.500 % 25/09/2015	+23 bp
Ecuador 9.38 % 15/12/2015	+22 bp
Brazil Local 12,500 % 05/01/2022	+21 bp
Venezuela 7.65% 21/04/2025	+21 bp
Belarus 8.95 % 26/01/2018	+19 bp
Ghana 7.88 % 07/08/2023	+16 bp
Romania Local 5.85% 26/04/2023	+16 bp
Mexican Bonos 8.00 % 07/12/2023	+16 bp
Kazmunaygas 4.40 % 30/04/2023	+16 bp
Venezuela 5.75 % 26/02/2016	+15 bp

* Corresponds to the most recent rating from Moody's and Standard & Poor's

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The fund is a UCITS. Please refer to "Legal form" and "Registered countries" on page one for more information.

Source for performance figures: La Française des Placements, Bloomberg. Issuance and redemption commissions and taxation on capital gains, if any, are not included in the performance figures. Figures are based on gross performance, after deduction of management fees only; therefore you must note that commissions, fees and other charges may have a negative impact on performance.

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