

# AMUNDI FUNDS BOND GLOBAL INFLATION - SE

FACTSHEET

31/12/2017

BOND ■

## Key information (source : Amundi)

Net Asset Value (NAV) : 124.46 ( EUR )  
 NAV and AUM as at : 29/12/2017  
 Assets Under Management (AUM) :  
 327.56 ( million EUR )  
 ISIN code : LU0442406459  
 Bloomberg code : CAMINF5 LX  
 Benchmark :  
 100% BARCLAYS WORLD GOVT INFLATION-  
 LINKED BOND ALL MARKETS HEDGED  
 Morningstar Overall Rating © : 3  
 Morningstar Category © :  
 GLOBAL INFLATION-LINKED BOND - EUR  
 HEDGED  
 Number of funds in the category : 140  
 Rating date : 31/12/2017

## Investment Objective

The investment team seeks to achieve a performance close to that of the global inflation-indexed bond market. It implements an active, fundamental management style aiming to tap four major sources of performance: sensitivity to real rates, positioning on the real rate curve, arbitrage between indexed and fixed rate bonds and international diversification.

For classes DH :

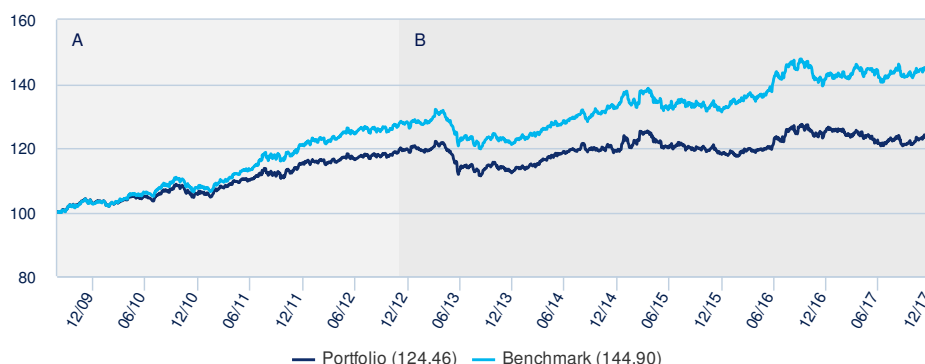
The portfolio has a rate risk hedging (Hedged Duration). There is no index of reference.

## Information

Fund structure : UCITS  
 Sub-fund launch date : 25/08/2009  
 Share-class inception date : 25/08/2009  
 Eligibility : -  
 Type of shares : Accumulation  
 Minimum first subscription / subsequent :  
 1 thousandth(s) of (a) share(s) / 1  
 thousandth(s) of (a) share(s)  
 Entry charge (maximum) : 3.00%  
 Ongoing charge : 1.54% ( realized 30/06/2017 )  
 Exit charge (maximum) : 0%  
 Minimum recommended investment period : 3 years  
 Performance fees : Yes

## Returns

### Performance evolution (rebased to 100) from 25/08/2009 to 29/12/2017\*



A : During this period, the reference indicator of the sub-fund was Barclays Capital World Government Inflation Linked All Maturities Hedged Euro.

B : Since the beginning of this period, the reference indicator of the sub-fund is Barclays WGILB All Markets Euro Hedged.

### 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	25/08/2009
Portfolio	-1.23%	1.34%	2.72%	-1.23%	4.39%	4.22%	24.46%
Benchmark	1.33%	0.85%	1.94%	1.33%	9.10%	13.39%	44.90%
Spread	-2.56%	0.49%	0.78%	-2.56%	-4.71%	-9.17%	-20.44%

### Calendar year performance \*

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Portfolio	-1.23%	6.60%	-0.86%	5.86%	-5.69%	3.61%	8.27%	3.55%	-	-
Benchmark	1.33%	8.60%	-0.86%	9.35%	-4.95%	5.61%	11.76%	5.46%	-	-
Spread	-2.56%	-2.00%	0.01%	-3.49%	-0.74%	-2.00%	-3.49%	-1.91%	-	-

\* 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.

## Volatility

	1 year	3 years	5 years
Portfolio volatility	4.38%	4.91%	4.97%

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.

## Fund statistics

	Portfolio	Benchmark
Modified duration <sup>1</sup>	10.55	12.66

<sup>1</sup> Modified duration (in points) estimates a bond portfolio's percentage price change for 1% change in yield

BOND



**Isabelle Vic-Philippe**  
Head of Government Bonds & Inflation



**Benjamin Cavallier**  
Portfolio manager

Management commentary

The ECB gave no more indications than at its previous meeting, merely announcing its revised growth forecasts. At +1.7% in 2020, its new inflation forecasts is closer to its target but a little disappointing nonetheless. The Federal Reserve delivered its 25bps interest-rate rise but the market still finds it hard to believe that it could implement the three interest-rate hikes forecast in the 'dots' projections for 2018. Lastly, the adoption of the US tax reform probably explains the around 10bps rise in yields just before the Christmas lull. Whether in Europe or the United States, the two political spheres, although taking very different paths, appear to be in a position to realize the reformist and pro-growth ambitions.

European growth continues to surprise by its strong momentum and synchronization throughout the Eurozone. A transmission of this growth to wages and therefore to inflation is becoming increasingly likely, as can be seen in the slow but steady rise in inflation expectation that continued throughout December. Nonetheless, normalization of inflation expectations is still half way: the difference between short-term and long-term expectations is still excessively low, showing the level of skepticism as to the capacity of our economies to generate inflation over the longer term. A major focal point of our investment strategy in 2018 will to position so as to capture any normalization is this time spread.

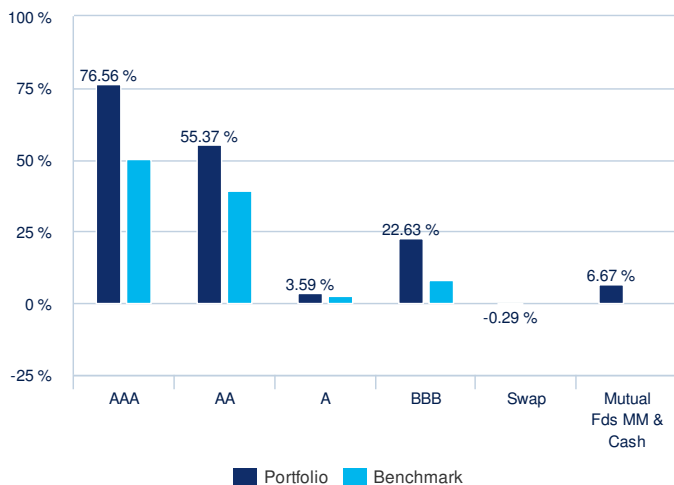
Rumors of general elections in Italy on March 4 pushed the 10-year spread wider by around 10bps. In contrast, the Catalan elections, won by the independence candidates in terms of number of seats although they did not achieve a majority in terms of votes, had no impact on Spain's spreads. We remain on the whole cautious with regard to our exposure to peripheral countries but we have slightly increased the risk budget allocated to Italy, partly in exchange for reducing the position on Spain.

The visibility is not so good in the United Kingdom given the uncertainties surrounding the Brexit negotiations. Economic growth could prove disappointing but the key to the trend in inflation expectations with Sterling exchange rate trends. The spectacular leap in inflation in 2017 from 2.5% to nearly 4%, linked entirely to post-Brexit depreciation of Sterling has apparently failed to convince investors to bet on inflation indexed bonds. Inflation expectations have in fact declined over the year, highlighting the market's lack of enthusiasm concerning the growth outlook for the United Kingdom. We are maintaining our position on a fall in UK inflation expectations.

The portfolio outperformed its benchmark over the month, boosted by the rise in inflation expectations and its cautious position on interest rates.

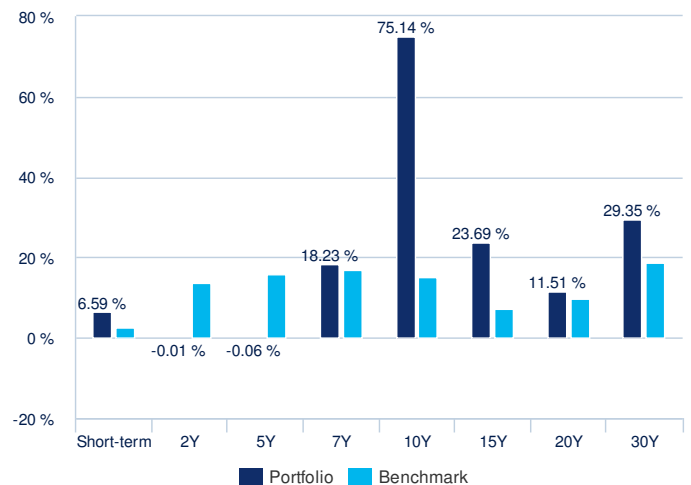
Portfolio breakdown

Breakdown by rating (Source : Amundi)



The total can be different by up to 100% as deferred cash is excluded

Portfolio breakdown by maturity



The total can be different by up to 100% as deferred cash is excluded

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 BOND GLOBAL INFLATION, 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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