AMUNDI OBLIG INTERNATIONALES USD - P

MONTHLY REPORT

31/03/2017

BOND

Key information (source : Amundi)

Net Asset Value (NAV) : **175.96 (USD)**
NAV and AUM as at : **31/03/2017**
Assets Under Management (AUM) : **857.43 (million USD)**
ISIN code : **FR0011041045**
Benchmark : **JP Morgan Global Government Bond Index Broad**
Morningstar Overall Rating © : **4**
Morningstar Category © : **GLOBAL FLEXIBLE BOND**
Number of funds in the category : **112**
Rating date : **28/02/2017**

Investment Objective

The fund investment objective is to achieve performance greater than the JPMorgan Government Bond Index Broad over a minimum recommended investment horizon of three years, through active management on interest rate and currency markets.
In order to outperform the benchmark index, the investment team implements strategic and tactical positions as well as arbitrages on all international interest rate and currency markets in the framework of a dynamic allocation of tracking error (up to a maximum of 6% per annum).

Risk & Reward Profile (SRRI)

1 2 3 **4** 5 6 7

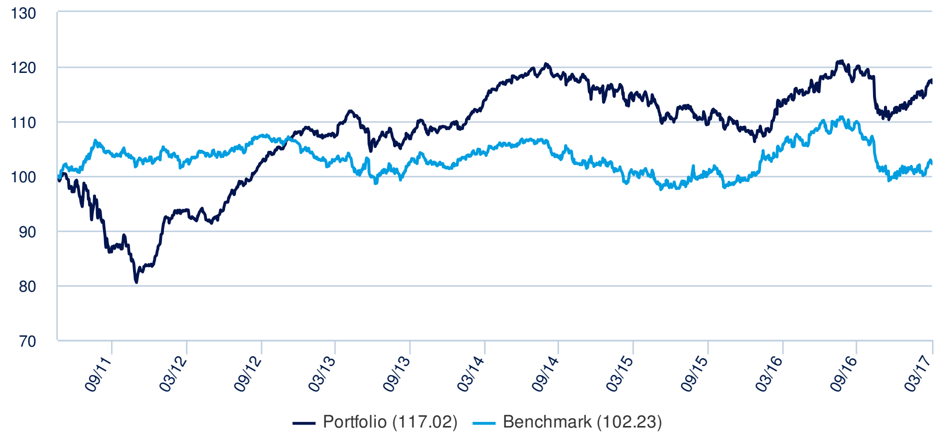
Lower risk, potentially lower rewards

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.

Returns

Performance evolution (rebased to 100) * from 19/05/2011 to 31/03/2017



Fund statistics

	Portfolio	Benchmark
Yield	5.88%	1.22%
Modified duration ¹	4.28	7.61
SWMD ²	8.90	2.00
Average rating ³	A-	AA
Total portfolio holdings	121	-
Issuer number	70	-

¹ Modified duration (in points) estimates a bond portfolio's percentage price change for 1% change in yield
² SWMD : spread-weighted modified duration
³ Based on cash bonds and CDS but excludes other types of derivatives

Cumulative returns *

Since	YTD 30/12/2016	1 month 28/02/2017	3 months 30/12/2016	1 year 31/03/2016	3 years 31/03/2014	5 years 30/03/2012	Since 19/05/2011
Portfolio	4.06%	1.64%	4.06%	2.73%	0.89%	4.51%	2.71%
Benchmark	1.67%	0.18%	1.67%	-3.41%	-0.66%	-0.15%	0.38%
Spread	2.40%	1.46%	2.40%	6.14%	1.54%	4.66%	2.34%

Calendar year performance *

	2016	2015	2014	2013	2012
Portfolio	4.01%	-6.92%	6.75%	0.76%	29.05%
Benchmark	1.40%	-2.95%	0.65%	-4.05%	2.25%
Spread	2.61%	-3.97%	6.10%	4.80%	26.79%

* Source : Amundi. Returns are annualised returns for periods exceeding 1 year (365 days basis). 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. Past performance is not a reliable indicator of future performance. The value of investments may vary upwards or downwards according to market conditions.

Performance analytics

	Inception to date
Maximum drawdown	-19.88%
Recovery period (days)	284
Worst month	11/2011
Lowest return	-8.32%
Best month	01/2012
Highest return	7.93%

Risk analysis (rolling)

	1 year	3 years	5 years
Portfolio volatility	6.89%	6.17%	6.02%
Benchmark volatility	7.07%	5.92%	5.62%
Ex-post Tracking Error	4.45%	5.57%	5.61%
Information ratio	1.38	0.28	0.83
Sharpe ratio	0.34	0.12	0.73

Cédric Morisseau

Deputy Chief Investment Officer - Portfolio manager

Management commentary

While political developments and particularly those related to the Trump presidency have continued to drive the performance and sentiment of assets to some degree, global economic data continues to hold up well which in turn is helping to support a positive backdrop for most risk assets. In addition, the incredibly low level of volatility throughout markets has remained a major theme throughout the month. Indeed the VIX had its lowest average in Q1 since Q4 2006.
In Europe, the ECB kept its policy unchanged but Mario Draghi prepared slowly the ground for gradual exit from an ultra-loose monetary policy. Political risks remained high, but faded slightly as in France the far right party lost ground in the polls, and in the Netherlands the Eurosceptic party performed poorly at the elections. In the UK, Article 50 was triggered on March 29, launching the 2-year negotiation process.
In the US, as widely expected, the FOMC raised the federal funds rate by 25bp to 1.0%. At the end of March, Donald Trump failed to secure sufficient support for the crucial healthcare reform to be passed.
In this context, German bonds yields rose and European periphery government 10Y spreads tightened except in Italy. While 10y Treasuries remained almost unchanged over the month, the USD depreciated against almost all of the G4 currencies as the FOMC delivered a "dovish hike" and impasse over a new healthcare Act knocked the currency.
At the portfolio level, the fund recorded slight gains on our underweight duration. The fund exposure to European periphery government debt had a positive contribution. On the spread side, our positions on credit and Emerging market debt also made a positive contribution. Last on FX, our currency management had a positive overall contribution mainly due to our long position on selective emerging currencies (e.g. Mexican Peso, Russian Ruble & Indian Rupee).

Performance attribution

	03/2017	2017	2016	2015	2014	2013
	-	-	-	-	-	-
OECD Bonds	**0.43**	**0.62**	**0.22**	**-0.76**	**0.02**	**2.60**
Global bond exposure	0.05	-0.05	-0.15	-1.23	-0.18	-4.93
Market allocation	0.11	0.24	0	0.32	-0.04	0.92
Yield curve segment allocation	0.14	0.19	0.15	0.28	-0.33	2.90
Bond selection	0.19	0.28	0.17	-0.41	0.58	3.71
Inflation	-0.06	-0.04	0.05	0.28	-	-
Credit	**0.16**	**0.78**	**0.15**	**1.12**	**-0.69**	**1.20**
Credit exposure	0.08	0.32	0.03	0.27	-0.18	1.67
Emerging market exposure	0.08	0.46	0.12	0.85	-0.51	-0.47
Currencies	**0.79**	**1.02**	**1.36**	**2.81**	**-3.32**	**3.52**
US Dollar exposure	0.03	-0.42	0.34	0.20	2.54	6.50
Fx inter-bloc (EUR, JPY, CAD)	-0.37	-0.17	0.11	0.14	-0.94	1.22
Fx intra-bloc	0.09	-0.03	-0.23	0.12	-1.30	-1.71
Emerging currencies allocation	1.04	1.64	1.14	2.35	-3.62	-2.48
Trading	**0.18**	**0.25**	**0.09**	**0.56**	**0.98**	**1.27**
Fees	-	-	-	-	-	-
Fixed & variable fees	**-0.08**	**-0.22**	**-0.07**	**-0.91**	**-0.78**	**-2.30**
Performance	-	-	-	-	-	-
Excess return	**1.48%**	**2.45%**	**1.75%**	**2.82%**	**-3.79%**	**6.29%**
Absolute Portfolio Performance	1.66%	4.11%	1.10%	4.22%	-6.73%	6.93%

Out performance attribution for the institutional share class

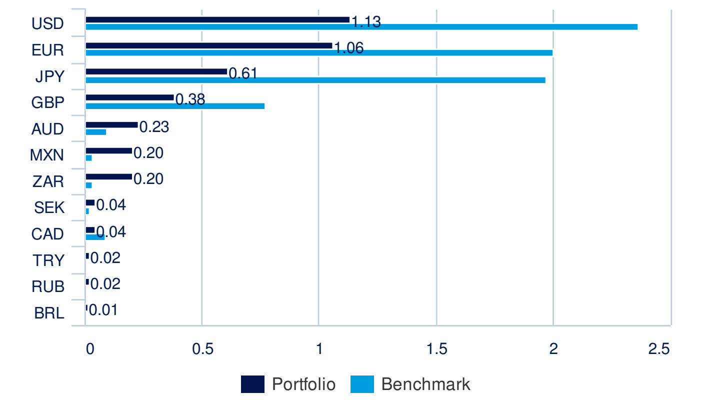
Statistical risk indicators (ex-ante)

	Portfolio
Total risk Tracking Error	5.75%
Bond risk	-
Yield curve segment allocation	0.80%
Global bond exposure	0.70%
Swap spread	0.28%
Global bond market allocation	0.96%
Credit risk	-
Credit	0.62%
Emerging bond exposure	0.58%
Currency risk	-
Emerging currencies allocation	2.78%
Fx inter-bloc (EUR, JPY, CAD)	1.41%
Fx intra-bloc	1.46%
US Dollar exposure	2.33%
Equity risk	-
Global equity exposure	0%
Sector allocation	0%
Global equity market allocation	0%
Diversification effect	6.16%

Source RiskMetrics
Equity Risk refers to the contribution of Equity exposure

Global risk allocation per yield curve

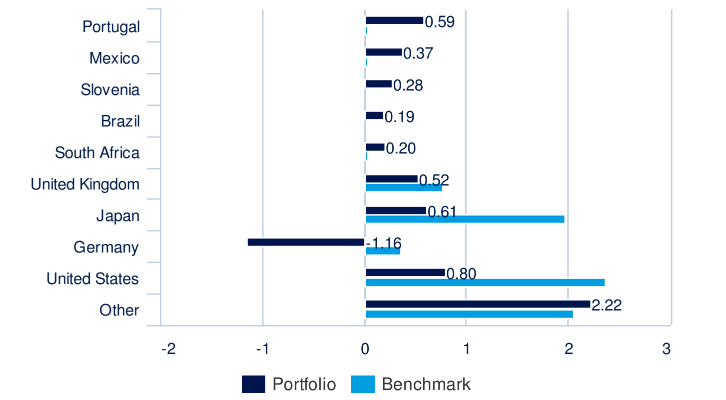
Modified duration



Includes derivatives

Portfolio breakdown by country

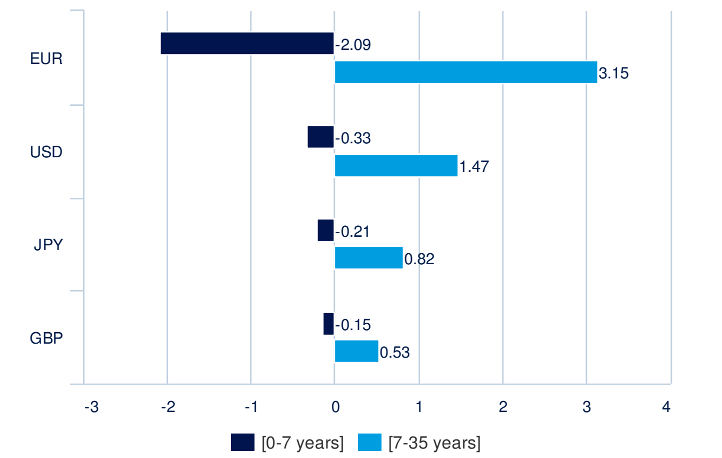
Modified duration



Includes derivatives

Global risk allocation per yield curve segment

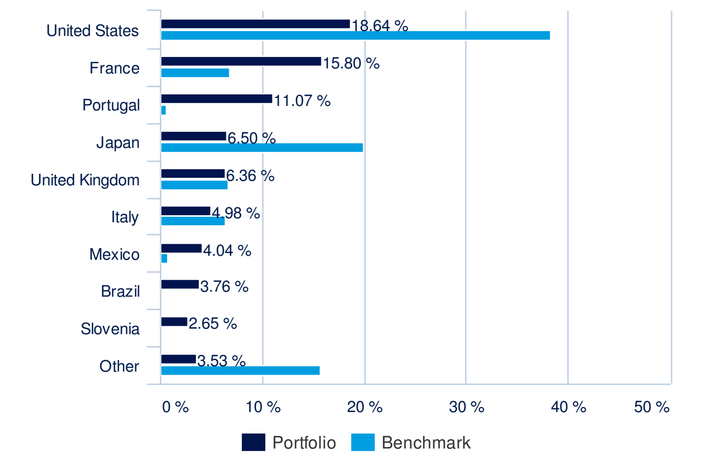
Modified duration



*** Includes derivatives

Portfolio breakdown by country

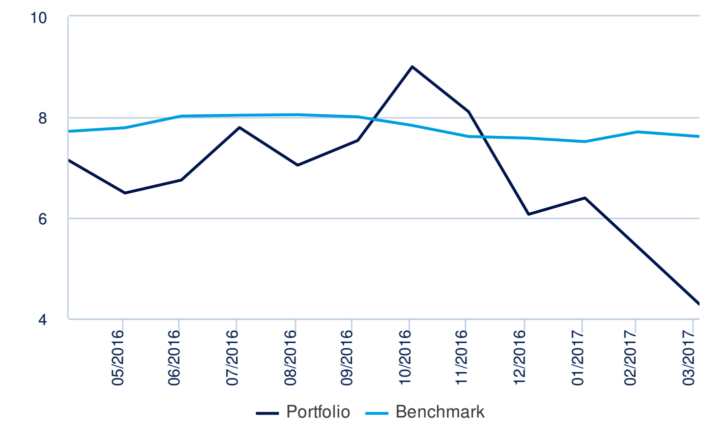
% of assets



Includes Credit Default Swaps

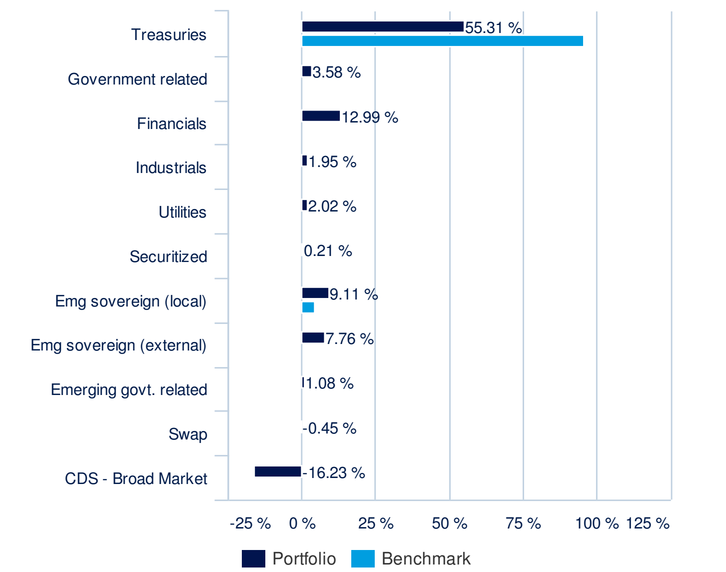
Historical risk indicators

Modified duration



Portfolio breakdown by issuer

% of assets



Includes Credit Default Swaps

Top 10 corporate issuers

	Sector	% asset
COOPERATIEVE RABOBANK UA	Financials	1.67%
ELECTRICITE DE FRANCE-EDF SA	Utilities	1.57%
SOCIETE GENERALE	Financials	1.39%
PRUDENTIAL FINANCIAL INC	Financials	1.23%
BNP PARIBAS	Financials	1.07%
JEFFERIES GROUP INC	Financials	1.02%
AXA SA	Financials	0.84%
ABN AMRO BANK NV	Financials	0.67%
KRAFT HEINZ FOODS CO	Industrials	0.60%
CAISSE NTLE PREVOYANCE-CNP ASS	Financials	0.54%

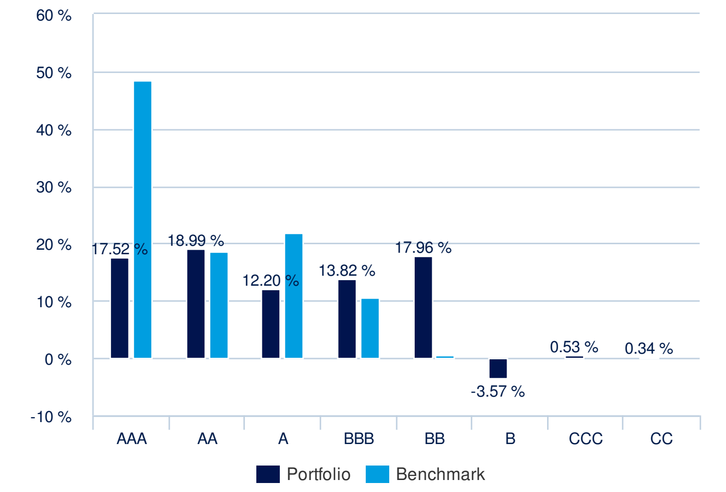
Includes Credit Default Swaps

Sector allocation

	% of assets	% of assets (benchmark)
Treasuries	55.31%	95.89%
Treasuries	55.31%	95.89%
Government related	3.58%	-
Agencies	1.08%	-
Supranationals	1.13%	-
Local authorities	1.36%	-
Financials	12.99%	-
Banks & building societies	8.31%	-
Insurers	3.33%	-
Specialised financial	1.34%	-
Industrials	1.95%	-
Consumer non-cyclical	0.98%	-
Telecom. & technology	0.51%	-
Media	0.46%	-
Utilities	2.02%	-
Utilities	2.02%	-
Securitized	0.21%	-
Covered bonds	0.21%	-
Emerging sovereign (local debt)	9.11%	4.11%
Emerging sovereign (local debt)	9.11%	4.11%
Emerging sovereign (external debt)	7.76%	-
Emerging sovereign (ext debt)	7.76%	-
Emerging govt. related	1.08%	-
Emerging govt. related : Industrials	1.08%	-
Swap	-0.45%	-
Swap	-0.45%	-

Portfolio breakdown by credit rating

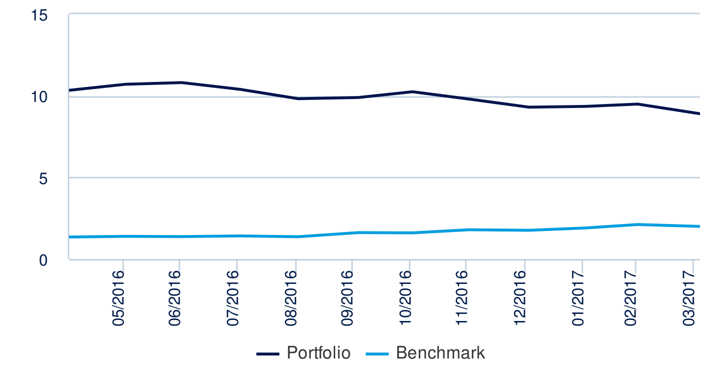
% of assets **



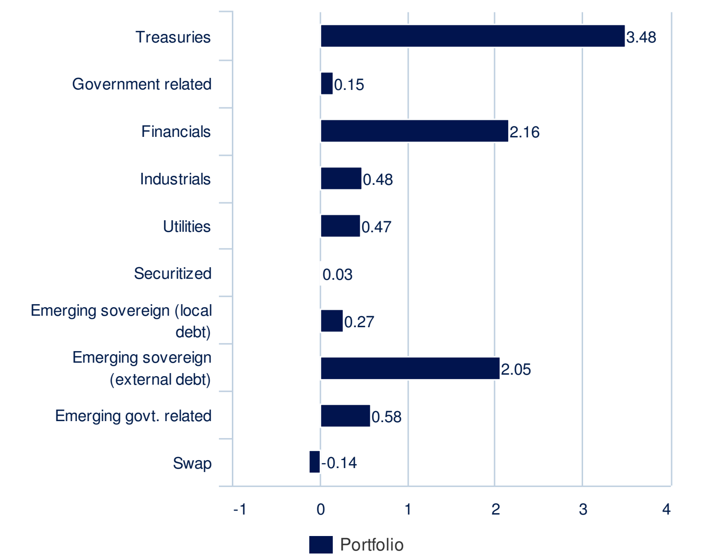
** Includes Credit Default Swaps

Historical risk indicators

Spread Weighted Modified Duration (SWMD)



Spread Weighted Modified Duration (SWMD) **



** Includes Credit Default Swaps

Top 15 issuers **

	Sector	% asset
UNITED STATES OF AMERICA	Treasuries	13.59%
PORTUGAL	Treasuries	9.98%
FRANCE	Treasuries	8.89%
JAPAN	Treasuries	6.50%
UNITED KINGDOM	Treasuries	5.96%
ITALIAN REPUBLIC	Treasuries	4.23%
BRAZIL	Emerging sovereign (external debt)	3.76%
UNITED MEXICAN STATES	Emerging sovereign (external debt)	3.30%
SLOVENIA	Emerging sovereign (external debt)	2.65%
SOUTH AFRICA	Emerging sovereign (local debt)	2.53%
GERMANY	Treasuries	2.09%
COOPERATIEVE RABOBANK UA	Financials	1.67%
ELECTRICITE DE FRANCE-EDF SA	Utilities	1.57%
FINLAND	Treasuries	1.48%
SOCIETE GENERALE	Financials	1.39%

** Includes Credit Default Swaps

Main emerging debt allocation

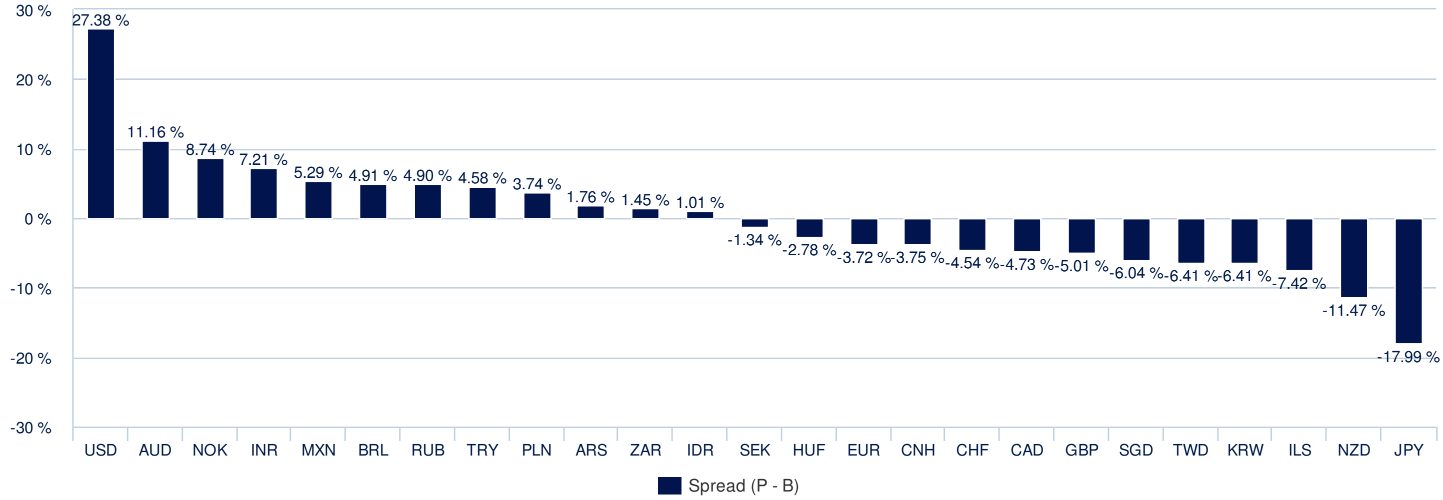
	% asset
Mexico	4.04%
Brazil	3.76%
Slovenia	2.65%
South Africa	2.53%
Romania	1.19%
Total	**14.16%**

Breakdown by rating & sector

	Investment grade % of assets	Speculative grade % of assets
CDS - Broad Market	-12.66%	-3.57%
Emg sovereign (local)	6.56%	2.55%
Utilities	1.57%	0.45%
Emg sovereign (external)	5.18%	2.58%
Securitized	0.21%	-
Government related	2.50%	1.08%
Emerging govt. related	0.74%	0.34%
Industrials	1.95%	-
Financials	11.15%	1.84%
Treasuries	45.33%	9.98%
Total	**62.53%**	**15.26%**

Includes Credit Default Swaps

Currency risk allocation (% of assets)



Information

Fund structure	UCITS under French law
Fund Manager	Amundi Asset Management
Custodian	CACEIS Bank
Sub-fund launch date	28/02/1980
Share-class inception date	19/05/2011
Sub-fund reference currency	EUR
Share-class reference currency	USD
Type of shares	Accumulation
ISIN code	FR0011041045
Bloomberg code	AMOBPCU FP
Minimum first subscription / subsequent	*1 share(s) / 1 thousandth(s) of (a) share(s)*
Frequency of NAV calculation	Daily
Dealing times	Orders received each day D day before 12:25
Entry charge (maximum)	1.00%
Maximum direct annual management fees including taxes	1.00% IAT
Performance fees	Yes
Exit charge (maximum)	0%
Minimum recommended investment period	3 years
Benchmark index performance record	31/05/1996: 100.00% JPM GLOBAL BROAD INDEX

Legal information